NEW ISSUE RATINGS: See "RATINGS" herein
BOOK-ENTRY-ONLY

In the opinion of Ice Miller, Indianapolis, Indiana, Bond Counsel, under existing laws, regulations, judicial decisions and rulings, interest on the Bonds (as defined herein) is exempt from income taxation in the State of Indiana. See "TAX MATTERS," and Appendix C.

$162,995,000
INDIANA BOND BANK
TAXABLE SCHOOL SEVERANCE FUNDING BONDS
SERIES 6 A

Dated: Date of Delivery Due as shown herein.

The Indiana Bond Bank Taxable School Severance Funding Bonds Series 6 A (the "Bonds") are issuable only as fully registered bonds and, when issued, will be registered in the name of Cede & Co., as nominee for The Depository Trust Company, New York, New York ("DTC"). Purchases of beneficial interests in the Bonds will be made in book-entry-only form, in the denomination of $5,000 and integral multiples thereof. Purchasers of beneficial interests in the Bonds (the "Beneficial Owners") will not receive physical delivery of certificates representing their interests in the Bonds. Interest on the Bonds is payable on January 15 and July 15 of each year commencing January 15, 2005, and such interest, together with the principal of the Bonds, will be paid directly to DTC by The Bank of New York Trust Company, NA, Indianapolis, Indiana, as trustee (the "Trustee") under a Trust Indenture dated as of June 15, 2004 (the "Indenture"), as defined and described herein, so long as DTC or its nominee is the registered owner of the Bonds. The Indiana Bond Bank (the "Bond Bank") may provide for payment of interest to any holder of Bonds in amounts aggregating $1,000,000 or more by wire transfer or other method which is acceptable to the Trustee and the Bondholder. The final disbursement of such payments to the Beneficial Owner of the Bonds will be the responsibility of the DTC Direct Participants and the Indirect Participants, all as defined and more fully described herein under "THE BONDS - Book-Entry-Only System."

Payment of the principal of and interest on the Bonds when due will be guaranteed under a municipal bond new issue policy to be issued upon the delivery of the Bonds by MBIA Insurance Corporation. See "BOND INSURANCE" and Appendix D.

MBIA

The Bonds are authorized by a resolution adopted by the Board of Directors of the Bond Bank and are issued under and secured by the Indenture, all pursuant to the laws of the State of Indiana (the "State"), particularly Indiana Code 5-1.5 (the "Act"), for the purpose of providing funds to purchase general obligations bonds (the "Qualified Obligations") of certain Indiana school corporations (the "Qualified Entities") which are authorized under Indiana law to issue the Qualified Obligations to fund existing unfunded contractual liabilities for retirement or severance payments as of June 30, 2001. The Qualified Obligations are payable by the Qualified Entities from unlimited ad valorem taxes to be collected on all taxable property within the boundaries of the Qualified Entities. The principal of and interest on the Bonds are payable from the proceeds of Qualified Obligation Payments and other moneys held under the Indenture, including funds made available by the Investment Agreement, as defined and described herein.

The Bonds maturing on and after January 15, 2015 are subject to optional redemption prior to maturity on and after July 15, 2014 at par.

The Bond maturing on January 15, 2025 is subject to mandatory sinking fund redemption. See "THE BONDS - Mandatory Redemption."

The Bonds are payable solely by the Bond Bank from the revenues and other funds of the Bond Bank pledged therefor under the Indenture. Such revenues and funds include payments by the Qualified Entities on their respective Qualified Obligations ("Qualified Obligation Payments"). See "SECURITY AND SOURCES OF PAYMENT FOR THE BONDS."

THE BONDS ARE LIMITED OBLIGATIONS OF THE BOND BANK PAYABLE SOLELY OUT OF THE REVENUES AND FUNDS OF THE BOND BANK PLEDGED THEREFOR UNDER THE INDENTURE, AS MORE FULLY DESCRIBED HEREIN. THE BONDS DO NOT CONSTITUTE A GENERAL OR MORAL OBLIGATION OF THE BOND BANK AND A DEBT SERVICE RESERVE WILL NOT BE MAINTAINED BY THE BOND BANK FOR THE BONDS. THE BONDS DO NOT CONSTITUTE A DEBT, LIABILITY OR LOAN OF THE CREDIT OF THE STATE OF INDIANA (THE "STATE") OR ANY POLITICAL SUBDIVISION THEREOF, INCLUDING ANY QUALIFIED ENTITY, UNDER THE CONSTITUTION AND LAWS OF THE STATE OR A PLEDGE OF THE FAITH, CREDIT AND TAXING POWER OF THE STATE OR ANY POLITICAL SUBDIVISION THEREOF, INCLUDING ANY QUALIFIED ENTITY. THE BOND BANK HAS NO TAXING POWER.

The Bonds are being offered by City Securities Corporation, Citigroup and Siebert Brandford Shank & Co., LLC, the Underwriters ("Underwriters") when, as and if issued by the Bond Bank and received by the Underwriters subject to prior sale, withdrawal or modification of the offer without notice, and to the approval of legality by Ice Miller, Indianapolis, Indiana, Bond Counsel. Certain legal matters will be passed on for the Bond Bank by its General Counsel, Barnes & Thornburg LLP, Indianapolis, Indiana, and for the Underwriters by their counsel, Mayer, Brown, Rowe & Maw LLP, Chicago, Illinois. It is expected that the Bonds in definitive form will be available for delivery to DTC in New York, New York, on or about June 23, 2004.

CITY SECURITIES CORPORATION

Citigroup **Siebert Brandford Shank & Co., LLC**

Date: June 10, 2004

$162,995,000
INDIANA BOND BANK
TAXABLE SCHOOL SEVERANCE FUNDING BONDS SERIES 6 A

Year	Principal Amount	Interest Rate	Price	Year	Principal Amount	Interest Rate	Price
7/15/05	$5,180,000	2.420%	100.00%	7/15/13	$5,705,000	5.440%	100.00%
1/15/06	2,800,000	2.940	100.00	1/15/14	5,870,000	5.490	100.00
7/15/06	4,070,000	3.240	100.00	7/15/14	6,005,000	5.490	100.00
1/15/07	4,135,000	3.640	100.00	1/15/15	6,190,000	5.640	100.00
7/15/07	4,220,000	3.860	100.00	7/15/15	3,595,000	5.640	100.00
1/15/08	4,325,000	4.110	100.00	1/15/16	3,695,000	5.740	100.00
7/15/08	4,470,000	4.300	100.00	7/15/16	3,810,000	5.740	100.00
1/15/09	4,565,000	4.510	100.00	1/15/17	3,890,000	5.870	100.00
7/15/09	4,675,000	4.650	100.00	7/15/17	3,685,000	5.870	100.00
1/15/10	4,790,000	4.790	100.00	1/15/18	3,790,000	5.970	100.00
7/15/10	4,890,000	4.910	100.00	7/15/18	3,900,000	5.970	100.00
1/15/11	5,025,000	5.010	100.00	1/15/19	4,025,000	6.070	100.00
7/15/11	5,145,000	5.110	100.00	7/15/19	4,035,000	6.070	100.00
1/15/12	5,280,000	5.230	100.00	1/15/20	4,150,000	6.120	100.00
7/15/12	5,400,000	5.300	100.00	7/15/20	3,625,000	6.120	100.00
1/15/13	5,560,000	5.360	100.00	1/15/21	3,735,000	6.170	100.00

$18,760,000 Term Bonds Maturing January 15, 2025

Interest Rate: 6.240%; Price: 100.00%

The Bonds maturing on and after January 15, 2015 are subject to optional redemption prior to maturity on and after July 15, 2014 at par. The Bond maturing on January 15, 2025 is subject to mandatory sinking fund redemption as shown herein.

NO DEALER, BROKER, SALESPERSON OR OTHER PERSON HAS BEEN AUTHORIZED BY THE BOND BANK OR BY THE UNDERWRITERS TO GIVE ANY INFORMATION OR TO MAKE ANY REPRESENTATIONS OTHER THAN THOSE CONTAINED IN THIS OFFICIAL STATEMENT, AND, IF GIVEN OR MADE, SUCH OTHER INFORMATION OR REPRESENTATIONS MUST NOT BE RELIED UPON AS HAVING BEEN AUTHORIZED BY ANY OF THE FOREGOING. THIS OFFICIAL STATEMENT DOES NOT CONSTITUTE AN OFFER TO SELL OR THE SOLICITATION OF AN OFFER TO BUY, AND THERE SHALL NOT BE ANY SALE OF ANY OF THE SECURITIES DESCRIBED HEREIN BY ANY PERSON IN ANY JURISDICTION IN WHICH IT IS UNLAWFUL FOR SUCH PERSON TO MAKE SUCH OFFER, SOLICITATION OR SALE. THE INFORMATION AND EXPRESSIONS OF OPINION HEREIN ARE SUBJECT TO CHANGE WITHOUT NOTICE AND NEITHER THE DELIVERY OF THIS OFFICIAL STATEMENT NOR ANY SALE SHALL, UNDER ANY CIRCUMSTANCES, CREATE ANY IMPLICATION THAT THERE HAS BEEN NO CHANGE IN THE AFFAIRS OF THE BOND BANK OR ANY OTHER PERSON SUBSEQUENT TO THE DATE AS OF WHICH SUCH INFORMATION IS PRESENTED.

IN CONNECTION WITH THIS OFFERING, THE UNDERWRITERS MAY OVER-ALLOT OR EFFECT TRANSACTIONS WHICH STABILIZE OR MAINTAIN THE MARKET PRICE OF THE BONDS AT A LEVEL ABOVE THAT WHICH MIGHT OTHERWISE PREVAIL IN THE OPEN MARKET, AND SUCH STABILIZING, IF COMMENCED, MAY BE DISCONTINUED AT ANY TIME.

UPON ISSUANCE, THE BONDS WILL NOT BE REGISTERED WITH THE SECURITIES AND EXCHANGE COMMISSION UNDER THE SECURITIES ACT OF 1933, AS AMENDED. NEITHER THE SECURITIES AND EXCHANGE COMMISSION NOR ANY STATE SECURITIES COMMISSION HAS APPROVED OR DISAPPROVED OF THE BONDS OR PASSED UPON THE ADEQUACY OR ACCURACY OF THIS OFFICIAL STATEMENT. ANY REPRESENTATION TO THE CONTRARY IS A CRIMINAL OFFENSE.

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OFFICIAL STATEMENT

$162,995,000

Indiana Bond Bank
Taxable School Severance Funding Bonds
Series 6 A

INTRODUCTION

The purpose of this Official Statement, including the cover page and the appendices, is to set forth certain information concerning the issuance and sale by the Indiana Bond Bank (the "Bond Bank") of its $162,995,000 aggregate principal amount of Taxable School Severance Funding Bonds Series 6 A (the "Bonds"). The Bonds are authorized by a resolution adopted by the Board of Directors of the Bond Bank on May 12, 2004, and are issued under and secured by a Trust Indenture dated as of June 15, 2004 (the "Indenture"), between the Bond Bank and The Bank of New York Trust Company, NA, Indianapolis, Indiana, as trustee, registrar and paying agent (the "Trustee"), all pursuant to the laws of the State of Indiana (the "State"), particularly Indiana Code, Title 5-1.5 (the "Act").

The Program

The Bond Bank has established a program (the "Program") to purchase general obligation bonds (the "Qualified Obligations") issued by certain Indiana school corporations (the "Qualified Entities"), which are authorized under Indiana law to issue the Qualified Obligations to fund existing unfunded contractual liabilities for retirement or severance payments (as of June 30, 2001), which constitute payments anticipated to be required to be made to employees of the Qualified Entity upon or after the termination of their employment by the Qualified Entity under an existing or previous employment agreement. The proceeds from the sale of the Bonds will be used (i) to purchase the Qualified Obligations of the Qualified Entities, (ii) to pay the premium on the municipal bond insurance policy securing the payment of principal of and interest on the Bonds when due, (iii) to pay a portion of the interest due on the Bonds on January 15, 2005, and (iv) to pay all or a portion of the costs of issuance of the Bonds. As of the date of the issuance of the Bonds, the Bond Bank will have entered into purchase agreements (each, a "Purchase Agreement" and collectively, the "Purchase Agreements") governing the terms for the purchase of the Qualified Obligations of the Qualified Entities. See "FORM OF QUALIFIED ENTITY PURCHASE AGREEMENT" in Appendix E.

Security and Sources of Payment for the Bonds

The Bonds will be issued under and secured by the Indenture. The Bonds do not constitute a general or moral obligation of the Bond Bank. The Bond Bank will not maintain a debt service reserve for the Bonds and the provisions of Indiana Code 5-1.5-5, pertaining to a moral obligation of the Indiana General Assembly to replenish a debt service reserve, do not apply to the Bonds. Neither the faith, credit nor taxing power of the State or any political subdivision thereof, including the Qualified Entities, is pledged to the payment of the principal of or interest on the Bonds. The Bonds are not a debt, liability, or loan of the credit of the State or any political subdivision thereof, including the Qualified Entities. The Bond Bank has no taxing power and has only those powers and sources of revenue set forth in the Act. The Bonds are issued and secured separately from all other obligations issued by the Bond Bank.

The Bonds are secured by the pledge of the Trust Estate established under the Indenture (the "Trust Estate"), which includes (a) all right, title and interest of the Bond Bank in, to and under the Purchase Agreements and the Qualified Obligations; (b) all right, title and interest in any and all other property, real, personal or mixed, from time to time conveyed, mortgaged, pledged, assigned or transferred as additional security under the Indenture by the Bond Bank or by anyone on behalf of the Bond Bank; (c) the proceeds from the sale of the Bonds; and (d) all revenues held in the Funds and Accounts under the Indenture. All Bonds will be secured equally and ratably by all of the foregoing. See "SECURITY AND SOURCES OF PAYMENT FOR THE BONDS."

Payment of the principal of and interest on the Bonds when due will be guaranteed under a municipal bond insurance policy (the "Bond Insurance Policy") to be issued, upon the delivery of the Bonds, by MBIA Insurance Corporation (the "Bond Insurer"). See "BOND INSURANCE" and Appendix D.

The principal source of payment on the Bonds will be the principal and interest payments received by the Bond Bank from the Qualified Entities under the Qualified Obligations. The principal of and interest on the Qualified Obligations are payable out of certain ad valorem property tax revenues as further described under the caption, "SECURITY AND SOURCES OF PAYMENT FOR THE BONDS — Provisions for Payment of the Qualified Obligations."

It is anticipated that the proceeds of the Bonds will be used to purchase Qualified Obligations under the Program of the Qualified Entities described in, and in the amounts set forth in Appendix A.

The Bond Bank

The Bond Bank is a separate body corporate and politic, constituting an instrumentality of the State for the public purposes set forth in the Act. The Bond Bank is not an agency of the State, but is separate from the State in its corporate and sovereign capacity and has no taxing power. The Bond Bank is governed by a Board of seven Directors, including the Treasurer of the State, who serves as Chairman Ex Officio, and the Director of the State Department of Financial Institutions, who serves as a Director Ex Officio and five additional Directors, each appointed by the Governor of the State.

Under separate trust indentures and other instruments authorized under the Act, the Bond Bank has previously issued and had outstanding as of June 1, 2004, an aggregate principal amount of approximately $3,347,580,000 in separate program obligations. Additionally, as of the date of this Official Statement, the Bond Bank is considering undertaking other types of financing for qualified entities for purposes authorized by and in accordance with the procedures set forth in the Act. The obligations issued by the Bond Bank in connection with any and all such financings, if any, will be secured separately from the Bonds and will not constitute Bonds under the Indenture or for purposes of this Official Statement.

The Act

Pursuant to the Act, the purpose of the Bond Bank is to assist "qualified entities," defined in the Act to include political subdivisions, as defined in Indiana Code 36-1-2-13, leasing bodies, as defined in Indiana Code 5-1-1-1(a), any commissions, authorities or authorized bodies of any qualified entity, and any organizations, associations or trusts with members, participants or beneficiaries that are all individually qualified entities. The Bond Bank provides such assistance through programs of, among other things, purchasing the bonds or evidences of indebtedness of such qualified entities. Under the Act, "qualified entities" include entities such as cities, towns, counties, school corporations, library corporations, special taxing districts and nonprofit corporations and associations which lease facilities or equipment to such entities. Each of the school corporations described in Appendix A is a "qualified entity" within the meaning of the Act.

The Official Statement; Additional Information

This Official Statement speaks only as of its date, and the information contained herein is subject to change.

The information contained under the caption "INTRODUCTION" is qualified by reference to this entire Official Statement, including the Appendices hereto. This introduction is only a brief description and a full review should be made of this entire Official Statement, including the appendices hereto, as well as the documents summarized or described in this Official Statement. The summaries of and references to all documents, statutes and other instruments referred to in this Official Statement do not purport to be complete and are qualified in their entirety by reference to the full text of each such document, statute or instrument. Certain terms used in this Official Statement are defined in Appendix B.

Information contained in this Official Statement with respect to the Bond Bank and the Qualified Entities and copies of the Indenture and the form of Purchase Agreement may be obtained from the Indiana Bond Bank, 2980 Market Tower, 10 West Market Street, Indianapolis, Indiana 46204. The Bond Bank's telephone number is (317) 233-0888.

It is the Bond Bank's current policy to provide its financial statements to the holders of its obligations, including the Bonds, upon written request. In addition, certain other information concerning the Bond Bank is available to the Trustee and holders of the Bonds pursuant to the Indenture. See "CONTINUING DISCLOSURE."

SECURITY AND SOURCES OF PAYMENT FOR THE BONDS

The Bonds are limited obligations of the Bond Bank payable only out of the Trust Estate. The Indenture creates a continuing pledge of and lien upon the Trust Estate to secure the full and final payment of the principal of, and interest on, all of the Bonds. The Bonds do not constitute a debt, liability or loan of the credit of the State or any political subdivision thereof, including any Qualified Entity, under the constitution of the State or a pledge of the faith, credit and taxing power of the State or any political subdivision thereof, including any Qualified Entity. The Bond Bank has no taxing power. The Bonds do not constitute a general or moral obligation of the Bond Bank. The Bond Bank will not maintain a debt service reserve for the Bonds and the provisions of Indiana Code 5-1.5-5 do not apply to the Bonds. Indiana Code 5-1.5-5 pertains to the requirement that, if there is a deficiency in a debt service reserve fund securing obligations of the Bond Bank, the Chairman of the Bond Bank must certify the amount of such a deficiency to the Indiana General Assembly for its consideration on whether to appropriate funds to restore the debt service reserve fund to its requirement. However, no debt service reserve fund has been established under the Indenture, and, therefore, the provisions of Indiana Code 5-1.5-5 do not apply to the Bonds.

Under the Indenture, the Bonds are secured by a pledge to the Trustee of the Trust Estate, which includes (a) all right, title and interest of the Bond Bank in, to and under the Qualified Obligations and the Purchase Agreements; (b) all right, title and interest in any and all other property, real, personal or mixed, from time to time conveyed, mortgaged, pledged, assigned or transferred as additional security under the Indenture by the Bond Bank or by anyone on behalf of the Bond Bank; (c) the proceeds from the sale of the Bonds; and (d) all revenues held in the Funds and Accounts under the Indenture. The payments with respect to the Qualified Obligations have been structured, as of the date of issuance of the Bonds, to be sufficient along with earnings thereon, and other money in the Funds and Accounts under the Indenture and the earnings thereon, to pay the principal of and interest on the Bonds when due.

The Qualified Entities and the Qualified Obligations

From the proceeds of the Bonds, the Bond Bank intends to purchase and, upon purchase, will pledge to the Trustee the Qualified Obligations. The Qualified Obligations issued by the Qualified Entities and purchased by the Bond Bank under the Program are general obligation bonds of the Qualified Entities issued to fund existing unfunded contractual liabilities for retirement or severance payments (as of June 30, 2001), which constitute payments anticipated to be required to be made to employees of the Qualified Entity upon or after the termination of their employment by the Qualified Entity under an existing or previous employment agreement. See "THE PROGRAM."

The proceeds of the Bonds are anticipated to be used by the Bond Bank to purchase the Qualified Obligations of the respective Qualified Entities described in, and in the amounts set forth in, Appendix A hereto. Certain information related to such Qualified Entities is also set forth in Appendix A. As of the date of the issuance of the Bonds, the Bond Bank will have entered into a Purchase Agreement with each Qualified Entity to purchase their respective Qualified Obligations.

Provisions for Payment of the Qualified Obligations

The Qualified Obligations are general obligations of the Qualified Entity, payable out of unlimited ad valorem property tax revenues to be collected on all of the taxable property within the boundaries of the respective Qualified Entities. Indiana Code 20-5-4-10 provides for the establishment by the Indiana Department of Local Government Finance (the "Department of Local Government Finance") of an adequate local school corporation levy to meet the payments of its general obligation bonds and lease rental obligations and provides for such payments if the Qualified Entity cannot meet the payment obligation.

Prior to the end of each calendar year, the Department of Local Government Finance reviews the bond and lease rental levies of each Qualified Entity that are payable in the next succeeding year, and the appropriations from such levies. If such levies and appropriations of the Qualified Entity are not sufficient to pay the debt service obligations, the Department of Local Government Finance will establish bond and lease rental levies and appropriations which are sufficient to pay such debt service obligations. Upon the failure of any Qualified Entity to pay any of its debt service obligations during the calendar year when due, the State Treasurer, upon being notified of such failure to pay, will make such payment from the funds of the State to the extent, but not in excess, of any amounts appropriated by the General Assembly for the calendar year for distribution to such Qualified Entity from State funds, deducting such payment from amounts thus appropriated.

Procedures for Property Assessment, Tax Levy and Collection

The Qualified Obligations of each Qualified Entity are payable from special unlimited ad valorem property taxes required by law to be levied by or on behalf of that Qualified Entity. Real and personal property in the State is assessed each year as of March 1. On or before August 1 each year, the County Auditor must submit to each underlying unit a statement of (i) the information concerning the assessed value of the taxing unit for the next calendar year, and (ii) an estimate of the taxes to be distributed to the unit during the last six months of the current budget year.

By statute, the budget, tax rate and levy must be established: no later than the last meeting of the fiscal body in September for Marion County; no later than September 30 for all second class cities; and no later than September 20 for all other units. The budget, tax levy and tax rate are subject to review and revision by the Department of Local Government Finance which can lower, but not raise, the tax levy or tax rate unless the levy proposed by the Qualified Entity is not sufficient to make its debt service or lease rental payments. The Department of Local Government Finance must complete its actions on or before February 15 of the immediately succeeding calendar year.

On or before March 15, the County Auditor prepares and delivers the final abstract of property taxes to the State Auditor. The County Treasurer mails tax statements the following April (but in some Counties mailing may be delayed due to reassessment or other factors). Property taxes are due and payable to the County Treasurer in two installments on May 10 and November 10. If an installment of taxes is not completely paid on or before the due date, a penalty of 10% of the amount delinquent is added to the amount due. On May 11 and November 11 of each year after one year of delinquency, an additional penalty equal to 10% of any taxes remaining unpaid is added. The penalties are imposed only on the principal amount of the delinquency. Property becomes subject to tax sale procedures on July 1 if a delinquency then exists with respect to an installment due on or before May 10 of the prior year. The County Auditor distributes property taxes collected to the various taxing units on or before the June 30 or December 31 after the due date of the tax payment.

Pursuant to State law, real property is valued for assessment purposes at its "true tax value" as defined in the 2002 Real Property Assessment Manual adopted by the Department of Local Government Finance (the "Manual"), and as interpreted in the rules and regulations of the

Department of Local Government Finance, including the 2002 Real Property Assessment Guidelines, Version A (the "Guidelines") and the Real Property Assessment Manual Rule, 50 IAC 2.3. The Manual defines "true tax value" as "the market value in use of property for its current use, as reflected by the utility received by the owner or a similar user from that property." The Manual permits assessing officials in each county to choose any acceptable mass appraisal method to determine true tax value, taking into consideration the ease of administration and the uniformity of the assessments produced by that method. The Guidelines were adopted to provide assessing officials with an acceptable appraisal methodology, although the Manual makes it clear that assessing officials are free to select from any number of appraisal methods, provided that they are capable of producing accurate and uniform values throughout the jurisdiction and across all classes of property. The Manual specifies the standards for accuracy and validation that the Department of Local Government Finance will use to determine the acceptability of any alternate appraisal method.

"Gross Assessed Value" is equal to the true tax value. "Net Assessed Value" or "Taxable Value" represents the "Gross Assessed Value" less certain deductions for mortgages, veterans, the aged, the blind, economic revitalization, resource recovery systems, rehabilitated residential property, solar energy systems, wind power devices, coal conversion systems, hydroelectric power devices, geothermal devices, and tax-exempt property. The "Net Assessed Value" or "Taxable Value" is the value used for taxing purposes in the determination of tax rates.

If a change in assessed value occurs, a written notification is sent by either the township assessor or the County Board of Review to the affected property owner. Upon notification, if the owner wishes to appeal this action, the owner may file a petition requesting a review of the action. This petition must be filed with the County Assessor within 45 days after the written notification is given to the property owner or on May 10 of that year, whichever is later. While the appeal is pending, any taxes on real property that become due on the property in question must be paid in an amount based on the immediately preceding year's assessment or it may be paid based on the amount that is billed.

Indiana Code 6-1.1-21-5 provides each taxpayer with a property tax credit in an amount equal to the sum of the following: (a) sixty percent (60%) of a taxpayer's tax liability in a calendar year for taxes imposed by a school corporation for its general fund for a stated assessment year on all real and personal property; (b) approximately twenty percent (20%) of a taxpayer's tax liability for a stated assessment year for a total county tax levy (less sixty percent (60%) of the levy for the general fund of a school corporation that is part of the total county tax levy) on real property; (c) and approximately twenty percent (20%) of a taxpayer's tax liability for a stated assessment year for a total county tax levy (less sixty percent (60%) of the levy for the general fund of a school corporation that is part of the total county tax levy) on tangible personal property other than business personal property.

On December 4, 1998, the Indiana Supreme Court affirmed in part and reversed in part a ruling by the Indiana Tax Court that the true tax value method of valuing property for purposes of levying property taxes is unconstitutional. *Town of St. John v. State Board of Tax Commissioners*, 702 N.E.2d 1034 (Ind. 1998). The Indiana Supreme Court ruled that the true tax value method is constitutional but the cost schedules used by the State Board of Tax Commissioners (now the Department of Local Government Finance) were unconstitutional. This ruling affects only the valuation method and does not affect the ability of the Qualified Entity to levy an unlimited property tax to pay debt service. On May 31, 2000, the Indiana Tax Court ordered the State Board of Tax Commissioners to adopt the new assessment regulations by June 1, 2001 and to complete reassessment under those regulations by March 1, 2002. The State Board of Tax Commissioners published the new assessment rules, which were effective June 22, 2001. A general reassessment of real property in the State commenced in 2001 and is continuing in some Counties. Reassessment was not completed in time to allow for the collection in 2003 of all of the property taxes for some of the Counties in which the Qualified Entities are located. The existence and duration of delays are expected to vary in each of these Counties and are subject to a number of factors including the duration of the processing time necessary to complete the property tax assessment and collection process at the Offices of the County Assessors, the County Auditors and the County Treasurers and at the Department of Local Government Finance. Notwithstanding any such delay, it is anticipated that all such property taxes will be collected by December 31, 2004. The Qualified Entities located in these counties have other alternatives for the payment of debt service, including using other funds or obtaining a temporary borrowing in anticipation of the delayed tax collections. However, no assurances can be given by the Bond Bank regarding the feasibility of any such alternatives or when all counties will complete reassessment.

Enforcement of Qualified Obligations

As the owner of the Qualified Obligations, the Bond Bank has available to it all remedies available to owners or holders of securities issued by the Qualified Entities. The Act provides that, upon the sale and delivery of any Qualified Obligations to the Bond Bank, the Qualified Entity is deemed to have agreed that all statutory defenses to nonpayment are waived in the event that such Qualified Entity fails to pay principal of, or interest on, such Qualified Obligations when due.

BOND INSURANCE

The following information has been furnished by the Bond Insurer for use in this Official Statement. Reference is made to Appendix D for a specimen of the Bond Insurer's policy.

The Bond Insurer's policy unconditionally and irrevocably guarantees the full and complete payment required to be made by or on behalf of the Bond Bank to the Trustee or its successor of an amount equal to (i) the principal of (either at the stated maturity or by an advancement of maturity pursuant to a mandatory sinking fund payment) and interest on, the Bonds as such payments shall become due but shall not be so paid (except that in the event of any acceleration of the due date of such principal by reason of mandatory or optional redemption or acceleration resulting from default or otherwise, other than any advancement of maturity pursuant to a mandatory sinking fund payment, the payments guaranteed by the Bond Insurance Policy shall be made in such amounts and at such times as such payments of principal would have been due had there not been any such acceleration); and (ii) the reimbursement of any such payment which is subsequently recovered from any owner of the Bonds pursuant to a final judgment by a court of competent jurisdiction that such payment constitutes an avoidable preference to such owner within the meaning of any applicable bankruptcy law (a "Preference").

The Bond Insurance Policy does not insure against loss of any prepayment premium which may at any time be payable with respect to any Bonds. The Bond Insurance Policy does not, under any circumstance, insure against loss relating to: (i) optional or mandatory redemptions (other than mandatory sinking fund redemptions); (ii) any payments to be made on an accelerated basis; (iii) payments of the purchase price of Bonds upon tender by an owner thereof; or (iv) any Preference relating to (i) through (iii) above. The Bond Insurance Policy also does not insure against nonpayment of principal of or interest on the Bonds resulting from the insolvency, negligence or any other act or omission of the Trustee or any other trustee for the Bonds.

Upon receipt of telephonic or telegraphic notice, such notice subsequently confirmed in writing by registered or certified mail, or upon receipt of written notice by registered or certified mail, by the Bond Insurer from the Trustee or any owner of a Bond the payment of an insured amount for which is then due, that such required payment has not been made, the Bond Insurer on the due date of such payment or within one business day after receipt of notice of such nonpayment, whichever is later, will make a deposit of funds, in an account with U.S. Bank Trust National Association, in New York, New York, or its successor, sufficient for the payment of any such insured amounts which are then due. Upon presentment and surrender of such Bonds or presentment of such other proof of ownership of the Bonds, together with any appropriate instruments of assignment to evidence the assignment of the insured amounts due on the Bonds as are paid by the Bond Insurer, and appropriate instruments to effect the appointment of the Bond Insurer as agent for such owners of the Bonds in any legal proceeding related to payment of insured amounts on the Bonds, such instruments being in a form satisfactory to U.S. Bank Trust National Association, U.S. Bank Trust National Association shall disburse to such owners or the Trustee payment of the insured amounts due on such Bonds, less any amount held by the Trustee for the payment of such insured amounts and legally available therefor.

The Bond Insurer

The Bond Insurer is the principal operating subsidiary of MBIA Inc., a New York Stock Exchange listed company (the "Company"). The Company is not obligated to pay the debts of or claims against the Bond Insurer. The Bond Insurer is domiciled in the State of New York and licensed to do business in and subject to regulation under the laws of all 50 states, the District of Columbia, the Commonwealth of Puerto Rico, the Commonwealth of the Northern Mariana Islands, the Virgin Islands of the United States and the Territory of Guam. The Bond Insurer has three branches, one in the Republic of France, one in the Republic of Singapore and one in the Kingdom of Spain. New York has laws prescribing minimum capital requirements, limiting classes and concentrations of investments and requiring the approval of policy rates and forms. State laws also regulate the amount of both the aggregate and individual risks that may be insured, the payment of dividends by the Bond Insurer, changes in control and transactions among affiliates. Additionally, the Bond Insurer is required to maintain contingency reserves on its liabilities in certain amounts and for certain periods of time.

The Bond Insurer does not accept any responsibility for the accuracy or completeness of this Official Statement or any information or disclosure contained herein, or omitted herefrom, other than with respect to the accuracy of the information regarding the Bond Insurance Policy and the Bond Insurer set forth under this caption. Additionally, the Bond Insurer makes no representation regarding the Bonds or the advisability of investing in the Bonds.

The Bond Insurance Policy is not covered by the Property/Casualty Insurance Security Fund specified in Article 76 of the New York Insurance Law.

Information About MBIA Insurance Corporation

The following documents filed by the Company with the Securities and Exchange Commission (the "SEC") are incorporated herein by reference:

(1) The Company's Annual Report on Form 10-K for the year ended December 31, 2003; and

(2) The Company's Quarterly Report on Form 10-Q for the quarter ended March 31, 2004.

Any documents filed by the Company pursuant to Sections 13(a), 13(c), 14 or 15(d) of the Exchange Act of 1934, as amended, after the date of this Official Statement and prior to the termination of the offering of the Bonds offered hereby shall be deemed to be incorporated by reference in this Official Statement and to be a part hereof. Any statement contained in a document incorporated or deemed to be incorporated by reference herein, or contained in this Official Statement, shall be deemed to be modified or superseded for purposes of this Official Statement to the extent that a statement contained herein or in any other subsequently filed document which also is or is deemed to be incorporated by reference herein modifies or supersedes such statement. Any such statement so modified or superseded shall not be deemed, except as so modified or superseded, to constitute a part of this Official Statement.

The Company files annual, quarterly and special reports, information statements and other information with the SEC under File No. 1-9583. Copies of the SEC filings (including (1) the Company's Annual Report on Form 10-K for the year ended December 31, 2003, and (2) the Company's Quarterly Report on Form 10-Q for the quarter ended March 31, 2004) are available (i) over the Internet at the SEC's web site at http://www.sec.gov; (ii) at the SEC's public reference room in Washington D.C.; (iii) over the Internet at the Company's web site at http://www.mbia.com; and (iv) at no cost, upon request to MBIA Insurance Corporation, 113 King Street, Armonk, New York 10504. The telephone number of the Bond Insurer is (914) 273-4545.

As of December 31, 2003, the Bond Insurer had admitted assets of $9.9 billion (unaudited), total liabilities of $6.2 billion (unaudited), and total capital and surplus of $3.7 billion (unaudited) determined in accordance with statutory accounting practices prescribed or permitted by insurance regulatory authorities. As of March 31, 2004 the Bond Insurer had admitted assets of $10.3 billion (unaudited), total liabilities of $6.5 billion (unaudited), and total capital and surplus of $3.8 billion (unaudited) determined in accordance with statutory accounting practices prescribed or permitted by insurance regulatory authorities.

Financial Strength Ratings of the Bond Insurer

Moody's Investors Service, Inc. rates the financial strength of the Bond Insurer "Aaa."

Standard & Poor's, a division of The McGraw-Hill Companies, Inc. rates the financial strength of the Bond Insurer "AAA."

Fitch Ratings rates the financial strength of the Bond Insurer "AAA."

Each rating of the Bond Insurer should be evaluated independently. The ratings reflect the respective rating agency's current assessment of the creditworthiness of the Bond Insurer and its ability to pay claims on its policies of insurance. Any further explanation as to the significance of the above ratings may be obtained only from the applicable rating agency.

The above ratings are not recommendations to buy, sell or hold the Bonds, and such ratings may be subject to revision or withdrawal at any time by the rating agencies. Any downward revision or withdrawal of any of the above ratings may have an adverse effect on the market price of the Bonds. The Bond Insurer does not guaranty the market price of the Bonds nor does it guaranty that the ratings on the Bonds will not be revised or withdrawn.

THE PROGRAM

General

Age discrimination laws, the rapid growth of many school corporations and market-driven increases in teachers salaries have caused significant increases with respect to the existing unfunded contractual retirement or severance liability of school corporations in the State. The contractual retirement or severance liability of a school corporation means the payments anticipated to be required to be made to employees of the school corporation upon or after the termination of their employment by the school corporation under an existing or previous employment agreement.

As a solution to this problem, the General Assembly enacted and recently amended Indiana Code 20-5-4-1.7, legislation authorizing school corporations to issue general obligation bonds to implement solutions to contractual retirement or severance liability. These bonds are payable out of unlimited ad valorem taxes to be collected on the taxable property within the boundaries of the school corporation. The school corporation's authority to issue such bonds is subject to the following limitations: (i) the school corporation may issue such bonds only one time and the bonds have to be issued before December 31, 2004; (ii) the solution to which the bonds are contributing must be reasonably expected to reduce the school corporation's existing unfunded contractual liability for retirement or severance payments, as of June 30, 2001; (iii) the amount of bonds that may be issued for the purpose described above may not exceed two percent of the true tax value of property in the school corporation; and (iv) each year that a debt service levy is needed to satisfy the payment obligations on the bonds, the school corporation will reduce its total property tax levy for the school corporation's transportation, capital projects, or art association and historical society funds in an amount equal to the property tax levy needed for debt service.

In order to facilitate the implementation of solutions to the contractual retirement or severance liability by the school corporations, the Bond Bank has established the Program, pursuant to which it will issue its bonds, including the Bonds, and use the proceeds to purchase pools of bonds issued by school corporations, including the Qualified Obligations.

Program Participation and Borrowing Limits

To be considered for participation in the Program, each Qualified Entity has submitted an application to the Bond Bank. Application information and data supplied by each Qualified Entity seeking to participate in the Program included among other things the following: the unaudited receipts and disbursements for calendar year 2003; the anticipated receipts and disbursements for calendar year 2004; a list of the ten largest taxpayers; tax collection history; historical and projected budget and levy information; and general economic and demographic information and data.

Upon receipt of applications for participation in the Program, each applying Qualified Entity was analyzed to determine, consistent with the purposes of the Bond Bank, whether such Qualified Entity would be recommended to participate in the Program. Such analysis consisted of an internal financial review undertaken by the Bond Bank with the assistance of Crowe Chizek and Company LLC, as financial advisor to the Bond Bank. The Qualified Entities described in Appendix A have applied for participation in the Program, have been analyzed by the Bond Bank and its financial advisor and have been approved for participation in the Program by the Board of Directors of the Bond Bank.

The amount which a Qualified Entity may borrow from the Bond Bank under the Program is approved by the Department of Local Government Finance. Based on documentation and estimates supplied by such Qualified Entity at or prior to the time of the issuance of the Bonds, the Bond Bank's financial advisor has performed certain computations to verify that such amount does not exceed two percent of the true tax value of property within the boundaries of the Qualified Entity.

Each Qualified Entity will be required to represent and warrant certain matters to the Bond Bank in order to be eligible to participate in the Program. See "FORM OF QUALIFIED ENTITY PURCHASE AGREEMENT" in Appendix E.

Refunding Bonds

The Bond Bank may issue Refunding Bonds ("Refunding Bonds") to refund all or any part of the Bonds outstanding. Refunding Bonds will be issued in a principal amount sufficient, together with other moneys available therefor, to accomplish such refunding and to make such deposits required by the provisions of the Act, the Indenture and any Supplemental Indenture authorizing the issuance of the Refunding Bonds.

Additional Borrowings

Concurrently with the issuance of the Bonds, the Bond Bank intends to issue its Taxable School Severance Funding Bonds Series 6 B in the aggregate principal amount of $14,690,000 (the "Series 6 B Bonds"). The Series 6 B Bonds and the Series 6 A Bonds will be separately secured. The Series 6 B Bonds and the security therefor are described in an official statement of the Bond Bank, copies of which are available from the Bond Bank upon request.

RISK FACTORS

Purchasers of the Bonds are advised of certain risk factors with respect to the delivery and payment of the Qualified Obligations by the Qualified Entities, and delivery and payment of the Bonds. This discussion is not intended to be all-inclusive, and other risks may also be present.

The ability of the Bond Bank to pay principal of, and interest on, the Bonds depends upon the receipt by the Bond Bank of payments pursuant to the Qualified Obligations, including interest at the rates provided therein, from all Qualified Entities participating in the Program which are obligated to make such payments to the Bond Bank, together with earnings on the amounts in the Funds and Accounts sufficient to make such payments. The Bond Bank will not maintain a debt service reserve for the Bonds and the provisions of Indiana Code 5-1.5-5 do not apply to the Bonds. Indiana Code 5-1.5-5 pertains to the requirement that, if there is a deficiency in a debt service reserve fund securing obligations of the Bond Bank, the Chairman of the Bond Bank must certify the amount of such a deficiency to the Indiana General Assembly for its consideration on whether to appropriate funds to restore the debt service reserve fund to its requirement.

There is no source of funds available to make up for any deficiencies in the event of one or more defaults by one or more Qualified Entities in such payments on the Qualified Obligations. There can be no representation or assurance that all of the Qualified Entities participating in the Program will receive sufficient taxes or other revenues or otherwise have sufficient funds available to make their required payments on the Qualified Obligations. The Qualified Entities are required by law to levy a tax sufficient to pay debt service on their respective Qualified Obligations, although the receipt of such revenues by any Qualified Entity is subject to, among other things, future economic conditions, actions by creditors, delays in tax collections as a result of reassessment and other conditions which are variable and not certain of prediction. For a description of procedures for providing for the payment of Qualified Obligations, see the captions “SECURITY AND SOURCES OF PAYMENT FOR THE BONDS — Provisions for Payment of the Qualified Obligations,” “— Procedures for Property Assessment, Tax Levy and Collection” and “THE PROGRAM.”

The remedies available to the Trustee, to the Bond Bank or to the owners of the Bonds upon the occurrence of an Event of Default under the Indenture or under the terms of any of the Qualified Obligations purchased by the Bond Bank and the related Purchase Agreement are in many respects dependent upon judicial actions which are often subject to discretion and delay. Under existing constitutional and statutory law and judicial decisions, including specifically Title 11 of the United States Code (the United States Bankruptcy Code), the remedies provided in the Indenture and under the Purchase Agreements and the Qualified Obligations may not be readily available or may be limited.

THE BONDS

General Description

The Bonds are issuable under the Indenture as fully registered bonds in denominations of $5,000 or any integral multiple thereof. Each Bond will carry an original issue date of June 23, 2004, and will bear interest from the most recent Interest Payment Date on which interest was paid prior to the date of authentication of such Bond, unless the Bond is authenticated after a Record Date but prior to the related Interest Payment Date. Bonds authenticated after a Record Date but prior to the related Interest Payment Date will bear interest from the related Interest Payment Date.

The Bonds will be issued in the aggregate principal amount of $162,995,000, and will mature and bear interest as set forth on the inside cover page of this Official Statement.

For so long as the Bonds are registered in the name of The Depository Trust Company ("DTC") or its nominee, payments of the principal of, premium, if any, and interest on the Bonds will be paid only to DTC or its nominee. Interest on the Bonds will be paid on each Interest Payment Date by wire transfer to DTC or its nominee. Principal will be paid to DTC or its nominee upon presentation and surrender of the Bonds at the principal office of the Trustee. Neither the Bond Bank nor the Trustee will have any responsibility for the Beneficial Owner's receipt from DTC or its nominee, or from any DTC Direct Participant or Indirect Participant, of any payments of principal or interest on the Bonds. See "THE BONDS – Book-Entry-Only System."

If the Bonds are no longer registered in the name of DTC or its nominee, or any other clearing agency, interest on the Bonds will be payable semiannually on January 15 and July 15 of each year, commencing on the first Interest Payment Date after the Bonds are no longer so registered by check issued by the Paying Agent dated the due date and mailed one Business Day prior to each Interest Payment Date to the registered Owners as of the close of business on the most recent Record Date or by wire transfer to Owners of $1,000,000 or more in principal amount of the Bonds upon written request of such owners. Principal will be payable on the maturity date of such Bond upon presentation of the Bond at the principal corporate trust office of the Trustee.

Optional Redemption

The Bonds maturing on and after January 15, 2015 are subject to optional redemption prior to maturity on and after July 15, 2014 at par.

Mandatory Redemption

The Bond maturing on January 15, 2025 is subject to mandatory sinking fund redemption prior to maturity at a price equal to the principal amount thereof, but without premium, plus accrued interest to the redemption date, on the dates indicated below:

Date	Principal Amount
July 15, 2021	$3,860,000
January 15, 2022	3,970,000
July 15, 2022	2,120,000
January 15, 2023	2,190,000
July 15, 2023	1,705,000
January 15, 2024	1,760,000
July 15, 2024	1,555,000
January 15, 2025*	1,600,000

*Final Maturity.

The Trustee is required to credit against the mandatory sinking fund requirement for the Bond maturing January 15, 2025 as set forth above if such Bond is delivered to the Trustee for cancellation or purchased for cancellation by the Trustee and canceled by the Trustee and not theretofore applied as a credit against any redemption obligation. Such Bond delivered or canceled will be credited by the Trustee at one hundred percent (100%) of the principal amount thereof against the mandatory sinking fund obligation on such mandatory redemption date. Any amount in excess of such amount will be credited to future redemption obligations, and the principal amount of such Bond of such maturity to be redeemed by operation of the mandatory sinking fund requirements will be accordingly reduced; provided, however, the Trustee will credit such Bond only to the extent they are received on or before 45 days preceding the applicable mandatory redemption date as set forth above.

Notice of Redemption

Notice of any redemption, identifying the Bonds to be redeemed, will be given by the Trustee at least 30 days but not more than 45 days prior to the Redemption Date by mailing a copy of the redemption notice by registered or certified mail to the registered Owner of each Bond to be redeemed at the address shown on the Bond Register.

For so long as the Bonds are registered in the name of DTC or its nominee, the Trustee will send notices of redemption of Bonds only to DTC or its nominee, in accordance with the preceding paragraph. Neither the Bond Bank nor the Trustee will have any responsibility for any Beneficial Owner's receipt from DTC or its nominee, or from any DTC Direct Participant or Indirect Participant, of any notices of redemption. See "THE BONDS – Book-Entry-Only System."

Redemption Payments

Prior to the date fixed for redemption, there must be on deposit with the Trustee sufficient funds to pay the redemption price of the Bonds subject to redemption, together with the accrued interest on the Bonds to the redemption date. After the redemption date, if sufficient funds have been deposited with the Trustee, interest will cease to accrue on the Bonds that have been called for redemption.

For so long as the Bonds are registered in the name of DTC or its nominee, redemption payments on the Bonds will be paid by the Trustee only to DTC or its nominee, in accordance with the preceding paragraph. Neither the Bond Bank nor the Trustee will have any responsibility for any Beneficial Owner's receipt from DTC or its nominee, or from any DTC Direct Participant or Indirect Participant, of any redemption payments on any Bonds. See 'THE BONDS – Book-Entry-Only System."

Selection of Bonds for Redemption

If fewer than all of the Bonds are to be redeemed, the Bonds will be redeemed only in whole multiples of $5,000. For purposes of redemption, each $5,000 of principal will be considered as a Bond. If fewer than all of the Bonds will be called for redemption, the principal amount and maturity of the particular Bonds to be redeemed will be selected by the Bond Bank. The Trustee will select the particular Bonds to be redeemed by lot within a maturity in such manner as the Trustee may determine.

For so long as the Bonds are registered in the name of DTC or its nominee, the Trustee will select for redemption only Bonds or portions thereof registered in the name of DTC or its nominee, in accordance with the preceding paragraph. Neither the Bond Bank nor the Trustee will have any responsibility for selecting for redemption any Beneficial Owner's interests in the Bonds. See "THE BONDS – Book-Entry-Only System."

Exchange and Transfer

The Bonds may be transferred or exchanged at the principal corporate trust office of the Trustee, to the extent and upon the conditions set forth in the Indenture, including the payment of a sum sufficient to cover any tax or other governmental charge for any such transfer or exchange that may be imposed upon the Bond Bank or the Trustee.

If any Bond is mutilated, lost, stolen or destroyed, the Bond Bank may issue and the Trustee may authenticate a new Bond in accordance with the provisions therefor in the Indenture including an indemnity satisfactory to both, and the Bond Bank and the Trustee may charge the holder or Owner of such Bonds for its reasonable fees and expenses in connection therewith, including the cost of having a replacement Bond printed.

For so long as the Bonds are registered in the name of DTC or its nominee, the Trustee will transfer and exchange Bonds only on behalf of DTC or its nominee, in accordance with the preceding paragraph. Neither the Bond Bank, nor the Trustee will have any responsibility for transferring or exchanging any Beneficial Owner's interests in the Bonds. See "THE BONDS – Book-Entry-Only System."

Book-Entry-Only System

The Depository Trust Company ("DTC"), New York, New York, will act as securities depository for the Bonds. The Bonds will be issued as fully-registered securities registered in the name of Cede & Co. (DTC's partnership nominee) or such other name as may be requested by an authorized representative of DTC. One fully-registered Bond will be issued for each maturity of the Bonds, each in the aggregate principal amount of such maturity, and will be deposited with DTC.

DTC, the world's largest depository, is a limited-purpose trust company organized under the New York Banking Law, a "banking organization" within the meaning of the New York Banking Law, a member of the Federal Reserve System, a "clearing corporation" within the meaning of the New York Uniform Commercial Code, and a "clearing agency" registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 2 million issues of U.S. and non-U.S. equity issues, corporate and municipal debt issues, and money market instruments from over 85 countries that DTC's participants ("Direct Participants") deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions, in deposited securities, through electronic computerized book-entry transfers an pledges between Direct Participants' accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly-owned subsidiary of the Depository Trust and Clearing Corporation ("DTCC"). DTCC, in turn, is owned by a number of Direct Participants of DTC and Members of the National Securities Clearing Corporation, Government Securities Clearing Corporation, MBS Clearing Corporation, and Emerging Markets Clearing Corporation (NSCC, GSCC, MBSCC and EMCC, also subsidiaries of DTCC), as well as by the New York Stock Exchange, Inc., the American Stock Exchange, LLC, and the National Association of Securities Dealers, Inc. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly ("Indirect Participants"). DTC has Standard & Poor's highest rating: AAA. The DTC Rules applicable to its Direct and Indirect Participants are on file with the Securities and Exchange Commission. More information about DTC can be found at **www.dtcc.com**.

Purchases of the Bonds under the DTC system must be made by or through Direct Participants, which will receive a credit for the Bonds on DTC's records. The ownership interest of each actual purchaser of each Bond ("Beneficial Owner") is in turn to be recorded on the Direct and Indirect Participants' records. Beneficial Owners will not receive written confirmation from DTC of their purchase. Beneficial Owners are, however, expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the beneficial Owner entered into the transaction. Transfers of ownership interests in the Bonds are to be accomplished by entries made on the books of Direct and Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in Bonds, except in the event that use of the book-entry system for the Bonds is discontinued.

To facilitate subsequent transfers, all Bonds deposited by Participants with DTC are registered in the name of DTC's partnership nominee, Cede & Co., or such other name as may be requested by an authorized representative of DTC. The deposit of Bonds with DTC and their registration in the name of Cede & Co. or such other DTC nominee do not effect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Bonds; DTC's records reflect only the identify of the Direct Participants to whose accounts such Bonds are credited, which may or may not be the Beneficial Owners. The Direct or Indirect Participants will remain responsible for keeping account of their holdings on behalf of their customers.

Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time.

Redemption notices will be sent to DTC. If less than all of the Bonds within a maturity are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such maturity to be redeemed.

Neither DTC nor Cede & Co. (nor any other DTC nominee) will consent or vote with respect to the Bonds unless authorized by a Direct Participant in accordance with DTC's Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to the Bond Bank as soon as possible after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts the Bonds are credited on the record date (identified in a listing attached to the Omnibus Proxy).

Redemption proceeds, distributions, and dividend payments on the Bonds will be made to Cede &Co., or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts upon DTC's receipt of funds and corresponding detail information from the Bond Bank or the Trustee on payable date in accordance with their respective holdings shown on DTC's records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC, the Trustee, or the Bond Bank, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of redemption proceeds, distributions, and dividend payments to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of the Bond Bank or the Trustee, disbursements of such payments to Direct Participants will be the responsibility of DTC, and disbursements of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants.

DTC may discontinue providing its services as depository with respect to the Bonds at any time by giving reasonable notice to the Bond Bank or the Trustee. Under such circumstances, in the event that a successor depository is not obtained, Bonds are required to be printed and delivered.

The Bond Bank may decide to discontinue use of the system of book-entry transfers through DTC (or a successor securities depositor). In that event, Bonds will be printed and delivered.

The information in this section concerning DTC and DTC's book-entry system has been obtained from sources that the Bond Bank believes to be reliable, but the Bond Bank takes no responsibility for the accuracy thereof.

ESTIMATED SOURCES AND USES OF FUNDS

The estimated sources and uses of funds related to acquiring the Qualified Obligations and paying costs incidental to the sale and delivery of the Bonds are estimated as shown below:

Sources of Funds:	
Principal Amount of Bonds	$162,995,000
TOTAL SOURCES	$162,995,000
Uses of Funds:	
Deposit to General Fund	$ 4,410,000
Acquisition of Qualified Obligations	156,488,604
Costs of Issuance[1]	2,096,396
TOTAL USES	$162,995,000

(1) Includes Underwriters' discount and the premium for the municipal bond insurance policy.

THE INDIANA BOND BANK

The Bond Bank was created in 1984, and is organized and existing under and by virtue of the Act as a separate body corporate and politic, constituting an instrumentality of the State for the public purposes set forth in the Act. The Bond Bank is not an agency of the State, but is separate from the State in its corporate and sovereign capacity and has no taxing power.

Powers Under the Act

Under the Act, the Bond Bank has a perpetual existence and is granted all powers necessary, convenient or appropriate to carry out its public and corporate purposes including, without limitation, the power to do the following:

1. Make, enter into and enforce all contracts necessary, convenient or desirable for the purposes of the Bond Bank or pertaining to a loan to or a lease or an agreement with a qualified entity, a purchase, acquisition or a sale of qualified obligations or other investments or the performance of its duties and execution of its powers under the Act;

2. Purchase, acquire or hold qualified obligations or other investments for the Bond Bank's own account or for a qualified entity at such prices and in a manner as the Bond Bank considers advisable, and sell or otherwise dispose of the qualified

obligations or investments at prices without relation to cost and in a manner the Bond Bank considers advisable;

3. Fix and establish terms and provisions upon which a purchase or loan will be made by the Bond Bank;

4. Prescribe the form of application or procedure required of a qualified entity for a purchase or loan and enter into agreements with qualified entities with respect to each purchase or loan;

5. Render and charge for services to a qualified entity in connection with a public or private sale of any qualified obligation, including advisory and other services;

6. Charge a qualified entity for costs and services in review or consideration of a proposed purchase, regardless of whether a qualified obligation is purchased, and fix, revise from time to time, charge and collect other program expenses properly attributable to qualified entities;

7. To the extent permitted by the indenture or other agreements with the owners of bonds or notes of the Bond Bank, consent to modification of the rate of interest, time and payment of installments of principal or interest, security or any other term of a bond, note, contract or agreement of any kind to which the Bond Bank is a party;

8. Appoint and employ general or special counsel, accountants, financial advisors or experts, and all such other or different officers, agents and employees as it requires;

9. In connection with any purchase, consider the need for and desirability or eligibility of the qualified obligation to be purchased, the ability of the qualified entity to secure financing from other sources, the costs of such financing and the particular public improvement or purpose to be financed or refinanced with the proceeds of the qualified obligation to be purchased by the Bond Bank;

10. Temporarily invest moneys available until used for making purchases, in accordance with the indenture or any other instrument authorizing the issuance of bonds or notes; and

11. Issue bonds or notes of the Bond Bank in accordance with the Act bearing fixed or variable rates of interest in aggregate principal amounts considered necessary by the Bond Bank to provide funds for any purposes under the Act; provided, that the total amount of bonds or notes of the Bond Bank outstanding at any one time may not exceed any aggregate limit imposed by the Act, currently fixed at $1,000,000,000. Such aggregate limit of $1,000,000,000 does not apply to (i) bonds or notes issued to fund or refund bonds or notes of the Bond Bank; (ii) bonds or notes issued for the purpose of purchasing an agreement executed by a qualified entity under Indiana Code 21-1-5; (iii) bonds, notes, or other obligations not secured by a reserve fund under Indiana Code 5-1.5-5; and (iv) bonds, notes,

or other obligations if funds and investments, and the anticipated earned interest on those funds and investments, are irrevocably set aside in amounts sufficient to pay the principal, interest, and premium on the bonds, notes, or obligations at their respective maturities or on the date or dates fixed for redemption.

Under the Act, the Bond Bank may not do any of the following:

1. Lend money other than to a qualified entity;

2. Purchase a security other than a qualified obligation to which a qualified entity is a party as issuer, borrower or lessee, or make investments other than as permitted by the Act;

3. Deal in securities within the meaning of or subject to any securities law, securities exchange law or securities dealers law of the United States, the State or any other state or jurisdiction, domestic or foreign, except as authorized by the Act;

4. Emit bills of credit or accept deposits of money for time or demand deposit, administer trusts or engage in any form or manner, or in the conduct of, any private or commercial banking business or act as a savings bank, savings and loan association or any other kind of financial institution; or

5. Engage in any form of private or commercial banking business.

Organization and Membership of the Bond Bank

The membership of the Bond Bank consists of seven Directors: the Treasurer of State, serving as Chairman Ex Officio, the Director of the State Department of Financial Institutions, appointed by the Governor and serving as Director Ex Officio, and five Directors appointed by the Governor of the State. Each of the five Directors appointed by the Governor must be a resident of the State and must have substantial expertise in the buying, selling and trading of municipal securities or in municipal administration or public facilities management. Each such Director will serve for a three-year term as set forth below. Upon expiration of such term, a Director will continue to serve until a successor is appointed and qualified. Each such Director is also eligible for reappointment and may be removed for cause by the Governor. Any vacancy on the Board is filled by appointment of the Governor for the unexpired term only.

The Directors elect one Director to serve as Vice Chairman. The Directors also appoint and fix the duties and compensation of an Executive Director, who serves as both secretary and treasurer. The powers of the Bond Bank are vested in the Board of Directors, any four of whom constitute a quorum. Action may be taken at any meeting of the Board by the affirmative vote of at least four Directors. A vacancy on the Board does not impair the right of a quorum to exercise the powers and perform the duties of the Board of Directors of the Bond Bank.

Directors

The following persons, including those persons with the particular types of experience required by the Act, comprise the present Board of Directors of the Bond Bank:

Tim Berry, Treasurer of the State of Indiana, February 10, 1999 to present and Chairman Ex Officio. Residence: Indianapolis, Indiana. Member, Indiana State Board of Finance; Vice-Chairman, Indiana Housing Finance Authority; Secretary-Investment Manager, Indiana Board for Depositories; Member, Governing Board of the Indiana Department of Revenue; Treasurer, Indiana State Office Building Commission; Treasurer, Indiana Recreational Development Commission; Trustee, Indiana State Police Pension Fund; Board Member, Indiana Transportation Finance Authority; Allen County, Indiana Treasurer 1990 to February, 1999.

Charles W. Phillips, Director of the Indiana Department of Financial Institutions, 1989 to present, and Director Ex Officio, serving at the pleasure of the Governor. Residence: New Albany, Indiana. Director Ex Officio, Indiana Housing Finance Authority; President, Floyd County Bank, New Albany, Indiana, 1962 to 1985; Former Examiner, Federal Deposit Insurance Corporation.

Clark H. Byrum, Vice Chairman; term expired July 1, 2003. Residence: Indianapolis, Indiana. Chairman of the Board and President, The Key Corporation, Indianapolis, Indiana, 1977 to present; Chairman of the Board, American State Bank of Lawrenceburg, Aurora and Greendale, Indiana, 1990 to present; Board Member, NCB Corporation and Norcen Bank, 1986 to present; Member, American Bankers Association; Member, Indiana Bankers Association; Member, National Association of Life Underwriters.

C. Kurt Zorn, Director; term expired July 1, 2003. Residence: Bloomington, Indiana. Professor of Public and Environmental Affairs, Indiana University, 1994 to present; Chairman, State Board of Tax Commissioners, January 1991 to August 1994; Associate Professor, School of Public and Environmental Affairs, Indiana University, 1987 to 1994 (on leave 1989 to 1992); Member, American Economic Association; Member, National Tax Association; Member, Governmental Finance Officers Association.

Russell Breeden, III, Director; term expired July 1, 2003. Residence: Indianapolis, Indiana. Chairman of the Board and CEO, Community First Financial Group, Inc., 1993 to 2002. Director, English State Bank, 1993 to present; Chairman, Peoples Trust Bank Company, 1994 to present; Chairman, Peninsula Banking Group, 1995 to present; Chairman, Bay Cities National Bank, 1995 to present; Director and President, Bettenhausen Motorsports, Inc., 1988 to present.

Marni McKinney; Director, term expires July 1, 2004. Residence: Indianapolis, Indiana. Vice President, 1984 to 1999 and Chairman of the Board, 1999 to present, First Indiana Bank; President and CEO, The Somerset Group, 1995 to 2000; Vice Chairman and Chief Executive Officer, First Indiana Corporation, 1999 to present; Board of Directors, The Children's Museum and Community Hospitals of Indiana, Inc.; Investment Committee Member, The Indianapolis Foundation.

Morris H. Mills, Director, term expired July 1, 2003. Residence: Ladoga, Indiana. Partner, Mills Bros. Farms; Member, Indiana State Senate, 1972 to 2000; Member, Indiana State House of Representatives, 1968 to 1972; Director and Officer, Maplehurst Group, 1954 to 1996.

Although the expiration date of the terms of four Directors was July 1, 2003, the Act provides that their terms will not expire until their successors are appointed and qualified. No such successors have been appointed and qualified.

The Directors are authorized to appoint and fix the duties and compensation of an Executive Director, who serves as both secretary and treasurer of the Board of Directors. Dan Huge was appointed Executive Director of the Indiana Bond Bank on October 9, 2001. Mr. Huge previously served as the Deputy Director of The Indianapolis Local Public Improvement Bond Bank for over three years. Mr. Huge has over 14 years of corporate accounting and managerial experience. He is a Certified Public Accountant and holds a B.S. from Purdue University.

OPERATION OF FUNDS AND ACCOUNTS

The Indenture creates and establishes a General Fund which will be held by the Trustee and will consist of the following accounts:

1. General Account
2. Redemption Account
3. Bond Issuance Expense Account

General Account

The Trustee will deposit $160,898,604 from Bond proceeds in the General Account of the General Fund, $156,488,604 of which will be used to purchase the Qualified Obligations. The Trustee will also deposit in the General Account all Revenues and all income or gain on Investment Securities attributable to any fund or account.

Moneys in the General Account of the General Fund will be disbursed as follows: (i) on the date of delivery of the Bonds, to purchase Qualified Obligations as set forth in the Indenture, upon the submission of requisitions of the Bond Bank signed by an Authorized Officer stating that all requirements for the purchase of the Qualified Obligations have been or will be satisfied; (ii) not later than 10:00 a.m., Indianapolis time, one (1) Business Day prior to each Interest Payment Date, to the Trustee such amounts as may be necessary to pay interest due to be paid on Outstanding Bonds on such Interest Payment Date; and (iii) not later than 10:00 a.m., Indianapolis time, one (1) Business Day prior to each Interest Payment Date, to the Trustee such amounts as may be necessary, if any, to pay principal due to be paid on Outstanding Bonds on such Interest Payment Date.

Redemption Account

There will be deposited in the Redemption Account all moneys received upon the sale or optional or mandatory redemption (prior to maturity) of Qualified Obligations and all other moneys required to be deposited therein pursuant to the Indenture. Moneys in the Redemption Account will be distributed as follows: (i) on the fifteenth day of each month, to the General Account, an amount equal to the principal which would have been payable during the following month if such Qualified Obligations had not been sold or redeemed prior to maturity, (ii) on the second Business Day prior to any Interest Payment Date, if amounts in the General Account are not sufficient to make the payments of principal and interest required to be made on such date, to the General Account amounts in the Redemption Account available for such transfer and not otherwise committed under the Indenture to the redemption of Bonds for which notice of redemption has been given; and (ii) after provision has been made for the payments required under (i) and (ii) above to (a) redeem Bonds of such maturity or maturities as may be directed by an Authorized Officer if such Bonds are then subject to redemption or (b) purchase Bonds of such maturity or maturities as directed by an Authorized Officer at the most advantageous price obtainable with reasonable diligence, whether or not such Bonds will then be subject to redemption. Such price may not, however, exceed the redemption price which would be payable on the next ensuing redemption date on which the Bonds so purchased are redeemable according to their terms. The Trustee will pay the interest accrued on any Bonds so purchased to the date of delivery thereof from the General Account and the balance of the purchase price from the Redemption Account, but no such purchase will be made by the Trustee within the period of forty-five (45) days next preceding an Interest Payment Date or a date on which such Bonds are subject to redemption.

At the direction of the Bond Bank, the Trustee may transfer any amounts in the Redemption Account to the General Account of the General Fund provided that the Trustee is provided with a Cash Flow Certificate taking into account such transfer.

Bond Issuance Expense Account

The Trustee will deposit $459,927 of the proceeds of the Bonds in the Bond Issuance Expense Account for the purpose of paying the costs associated with issuing the Bonds. Moneys in the Bond Issuance Expense Account will be disbursed to pay Costs of Issuance of the Bonds or to reimburse the Bond Bank for amounts previously advanced for such costs, upon the Trustee's receipt of acceptable invoices or requisitions. All funds in the Bond Issuance Expense Account which are not expended for Costs of Issuance prior to September 1, 2004 will be transferred to the General Account of the General Fund.

Amounts Remaining in Funds

Any amounts remaining in any Fund or Account after full payment of all of the Bonds outstanding under the Indenture and the fees, charges and expenses of the Trustee will be distributed to the Bond Bank, unless otherwise provided for in the Indenture.

Investment of Funds

Moneys held as a part of any Fund or Account under the Indenture will be invested and reinvested at all times as fully as reasonably possible by the Trustee in investments defined to be Investment Securities under the Indenture and in accordance with the provisions of the Act and the terms and conditions of the Indenture.

The Bond Bank will direct the Trustee (with such direction to be confirmed in writing) in the investment of such moneys. The Bond Bank will so direct the Trustee, and the Bond Bank and the Trustee will make all such investments of moneys under the Indenture, in accordance with prudent investment standards reasonably expected to produce the greatest investment yields while seeking to preserve principal. The Bond Bank may direct the Trustee to invest all moneys held in the General Account relating to the Bonds pursuant to the provisions of an investment agreement (the "Investment Agreement").

All investments will be a part of the Fund or Account from which moneys were used to acquire such investments, and all income and profits on such investments will be deposited as received in the General Account. Any investment income, gains or losses will be charged to the Fund or Account from which moneys were employed to invest in the Investment Security, and the Trustee will not be liable for any investment losses so long as the Trustee complies with the provisions of the Indenture. Moneys in any Fund or Account will be invested in Investment Securities with maturity dates (or redemption dates determinable at the option of the owner of such Investment Securities) coinciding as nearly as practicable with the times at which moneys in such Funds or Accounts will be required for transfer or disbursement under the Indenture. The Trustee will sell and reduce to cash at the best price reasonably obtainable sufficient amounts of such Investment Securities in the respective Fund or Account as may be necessary to make up a deficiency in any amounts contemplated to be disbursed from such Fund or Account.

THE BONDS AS LEGAL INVESTMENTS

Under the Act, all financial institutions, investment companies, insurance companies, insurance associations, executors, administrators, guardians, trustees and other fiduciaries in the State may legally invest sinking funds, money or other funds belonging to or within the control of such fiduciaries in the bonds and Bonds of the Bond Bank issued under the Act.

LITIGATION

Bond Bank

There is not now pending or, to the Bond Bank's knowledge, threatened any litigation (1) restraining or enjoining the issuance, sale, execution or delivery of the Bonds, (2) prohibiting the Bond Bank from purchasing the Qualified Obligations with the proceeds of such Bonds, (3) in any way contesting or affecting the validity of the Bonds or (4) restraining or enjoining any proceedings of the Bond Bank taken with respect to the issuance or sale thereof or the pledge or application of any moneys or security provided for the payment of the Bonds. Neither the creation, organization or existence of the Bond Bank nor the title of any of the present Directors or other officers of the Bond Bank to their respective offices is being contested.

Qualified Entities

Upon the issuance of the Qualified Obligations, the Bond Bank will receive a certification from each Qualified Entity described in Appendix A to the effect that (i) there is no action, suit, proceeding, inquiry or investigation, at law or in equity, pending or threatened against such Qualified Entity, wherein an unfavorable decision, ruling or finding would in any material respect adversely affect the transactions contemplated by such Qualified Entity's Purchase Agreement and (ii) the information provided to the Bond Bank by such Qualified Entity in connection with its participation in the Program did not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements therein, in light of the circumstances under which they were made, not misleading.

TAX MATTERS

Interest on the Bonds is **not** excludable from gross income for federal income tax purposes. In the opinion of Ice Miller, Bond Counsel, under law existing and in effect on the date of such opinion, interest on the Bonds is exempt from income taxation in the State of Indiana.

The foregoing does not purport to be a comprehensive discussion of the tax consequences of owning the Bonds. Prospective owners of the Bonds should consult their own tax advisors with respect to the foregoing and other tax consequences of owning the Bonds.

LEGAL MATTERS

Certain legal matters incident to the authorization and issuance of the Bonds by the Bond Bank are subject to the approval of Ice Miller, Indianapolis, Indiana, Bond Counsel, whose approving opinion will be delivered with the Bonds. Certain legal matters will be passed upon for the Bond Bank by its counsel, Barnes & Thornburg LLP, Indianapolis, Indiana. Certain legal matters will be passed upon for the Underwriters by their counsel, Mayer, Brown, Rowe & Maw LLP, Chicago, Illinois.

Ice Miller, Indianapolis, Indiana, serves as counsel to the Qualified Entities (with the exception of Fort Wayne Community Schools, MSD Warren Township and North Knox School Corporation) in connection with the issuance and sale of the Qualified Obligations and will be passing on certain legal matters in connection therewith. Barnes & Thornburg LLP, Indianapolis, Indiana, serves as counsel to the Fort Wayne Community Schools, MSD Warren Township and North Knox School Corporation in connection with the issuance and sale of their respective Qualified Obligations and will be passing on certain legal matters in connection therewith.

The remedies available to the Trustee, to the Bond Bank or to the owners of the Bonds upon an Event of Default under the Indenture, under the terms of any of the Qualified Obligations purchased by the Bond Bank, under the terms of any Purchase Agreement are in many respects dependent upon judicial actions which are often subject to discretion and delay. Under existing constitutional and statutory law and judicial decisions, including specifically Title 11 of the United States Code (the United States Bankruptcy Code), the remedies provided in the Indenture and under the Qualified Obligations or the Purchase Agreements may not be readily available or may be limited. Under Federal and State environmental laws, certain liens may be imposed on property of the Bond Bank or the Qualified Entities from time to time, but the Bond Bank has no reason to believe, under existing law, that any such lien would have priority over the lien on the payments on the Qualified Obligations pledged to owners of the Bonds under the Indenture or over the lien on the property taxes pledged to the owner of the Qualified Obligations under their respective resolutions. The various legal opinions to be delivered concurrently with the delivery of the Bonds will be qualified as to the enforceability of the various legal instruments by limitations imposed by bankruptcy, reorganization, insolvency or other similar laws affecting the rights of creditors generally (regardless of whether such enforceability is considered in a proceeding in equity or in law), by general principles of equity (regardless of whether such proceeding is considered in a proceeding in equity or at law) and by the valid exercise of the constitutional powers of the Qualified Entities, the State and the United States of America. These exceptions would encompass any exercise of any of the Qualified Entity's police powers in a manner consistent with the public health and welfare. Enforceability of the Indenture, the Qualified Obligations or the Purchase Agreements in situations where such enforcement may adversely affect public health and welfare may be subject to the police powers of the State or any of the Qualified Entities.

The various legal opinions to be delivered concurrently with the delivery of the Bonds express the professional judgment of the attorneys rendering the opinions as to the legal issues explicitly addressed therein. By rendering a legal opinion, the opinion giver does not become an insurer or guarantor of that expression of professional judgment, of the transaction opined upon, or of the future performance of parties to such transaction. Nor does the rendering of an opinion guarantee the outcome of any legal dispute that may arise out of the transaction.

RATINGS

Standard & Poor's Ratings Services ("S&P") has assigned a rating of "AA-" to the Bonds if they are issued without bond insurance and a rating of "AAA" if they are issued with bond insurance. This rating reflects only the view of S&P. Such rating is not a recommendation to buy, sell or hold the Bonds. There is no assurance that such rating will remain in effect for any given period of time or that such rating will not be lowered or withdrawn entirely by S&P if, in its judgment, circumstances so warrant. Any such downward revision or withdrawal of the rating may have an adverse effect upon the market price or marketability of the Bonds.

UNDERWRITING

Under a bond purchase contract entered into between the Underwriters listed on the cover page of this Official Statement and the Bond Bank, the Bonds are being purchased by the Underwriters for reoffering at an aggregate purchase price of $161,814,530.20. The purchase price reflects an aggregate Underwriters' discount of $1,180,469.80. The bond purchase contract provides that the Underwriters will purchase all of the Bonds if any are purchased. The obligations of the Bond Bank to deliver the Bonds and of the Underwriters to accept delivery of the Bonds are subject to various conditions contained in the bond purchase contract.

The Underwriters have agreed to make an initial public offering of all of the Bonds at yields not less than the yields set forth on the cover page of this Official Statement.

CONTINUING DISCLOSURE

General

Pursuant to the terms of the Indiana Bond Bank Continuing Disclosure Agreement, the Bond Bank, while the Bonds are outstanding (unless the Bonds are defeased), has agreed to provide to each nationally recognized municipal securities information repository ("NRMSIR"), or to the Municipal Securities Rulemaking Board, and to the Indiana State Information Depository then in existence, if any (the "State Depository"), the following event notices with respect to the Bonds, if material, and in a timely manner:

1) principal and interest payment delinquencies;
2) non-payment related defaults;
3) unscheduled draws on debt service reserves reflecting financial difficulties;
4) unscheduled draws on credit enhancements reflecting financial difficulties;
5) substitution of credit or liquidity providers, or their failure to perform;
6) adverse tax opinions or events affecting the tax-exempt status of the security;
7) modifications to rights of security holders:
8) bond calls;
9) defeasances;
10) release, substitution or sale of property securing repayment of the securities; and
11) rating changes.

Each Qualified Entity, while the Bonds are outstanding or until its Qualified Obligations are legally defeased, redeemed or paid in full, has agreed to provide to the Bond Bank the preceding event notices with respect to its Qualified Obligations if material, and in a timely manner. The disclosure obligations of the Bond Bank and each of the Qualified Entities are referenced as the "Undertakings."

Remedy

The purpose of the Undertakings is to enable the Underwriters to purchase the Bonds in satisfaction of Rule 15c2-12(b)(5) adopted by the Securities and Exchange Commission under the Securities Exchange Act of 1934, as amended (the "Rule"). The Undertakings are solely for the benefit of the holders and Beneficial Owners of the Bonds. The sole remedy against the Bond Bank or any Qualified Entity for any failure to carry out any provision of the Undertakings will be for specific performance of the Bond Bank's or such Qualified Entity's disclosure obligations under the Undertakings. The Trustee may (and, at the request of the holders of at least 25% in aggregate principal amount of Outstanding Bonds, will), or any holder or Beneficial Owner of the Bonds, may seek a mandate or specific performance by court order, to cause the Bond Bank or Qualified Entity to comply with its obligations under the Undertakings. For the purposes of this section only, "Beneficial Owner" means any person which (a) has the power, directly or indirectly, to vote or consent with respect to, or to dispose of ownership of, any Bonds (including persons holding any Bonds through nominees, depositories or other intermediaries) or (b) is treated as the owner of any Bond for federal income tax purposes.

Failure on the part of the Bond Bank or any Qualified Entity to honor its Undertaking will not constitute a breach or default under the Bonds, the Indenture, the Qualified Obligations or any other agreement to which the Bond Bank or the Qualified Entity is a party.

Modification of Undertakings

The Bond Bank, the Trustee and any Qualified Entity may, from time to time, amend any provision of the Undertakings without the consent of the holders or Beneficial Owners of the Bonds if: (a) such amendment (if related to certain provisions of the Undertakings) is made in connection with a change in circumstances that arises from a change in legal requirements, change in law or change in the identity, nature or status of the Bond Bank or any Qualified Entity or type of business conducted, (b) the respective Undertaking, as so amended, would, in the opinion of nationally recognized bond counsel, have complied with the requirements of the Rule on the date of execution thereof, after taking into account any amendments or interpretations of the Rule, as well as any change in circumstances, and (c) such amendment either (i) is approved by the holders of the Bonds in the same manner as provided in the Indenture for amendments to the Indenture with the consent of holders or (ii) in the opinion of nationally recognized bond counsel, does not materially impair the interests of the holders or Beneficial Owners of the Bonds.

Copies of the Undertakings are available from the Bond Bank upon request.

Compliance with Previous Undertakings

In the previous five years, the Bond Bank and each of the Qualified Entities have never failed to comply, in all material respects, with any previous undertakings in a written contract or agreement that any of them entered into pursuant to subsection (b)(5) of the Rule.

MISCELLANEOUS

The Bond Bank's offices are located at 2980 Market Tower, 10 West Market Street, Indianapolis, Indiana 46204, telephone (317) 233-0888.

All quotations from, and summaries and explanations of, the Act, the Indenture, and the Purchase Agreements contained in this Official Statement do not purport to be complete and reference is made to each such document or instrument for full and complete statements of its provisions. The attached Appendices are an integral part of this Official Statement and must be read together with all of the foregoing statements. Copies in a reasonable quantity of the Act, the Indenture, the form of Purchase Agreement, and the supplemental materials furnished to the Bond Bank by the Qualified Entities may be obtained upon request directed to the Bond Bank.

It is the Bond Bank's current policy to provide its financial statements to the holders of its obligations, including the Bonds, upon written request. In addition, certain other information concerning the Bond Bank is available to the Trustee and holders of the Bonds pursuant to the Indenture.

Neither any advertisement of the Bonds nor this Official Statement is to be construed as constituting an agreement with the purchasers of the Bonds. So far as any statements are made in this Official Statement involving matters of opinion, whether or not expressly so stated, they are intended merely as such and not as representations of fact.

This Official Statement has been duly approved, executed and delivered by the Bond Bank.

INDIANA BOND BANK

By: _________________________

Chairman Ex Officio

APPENDIX A

SUMMARY OF INFORMATION
REGARDING THE QUALIFIED ENTITIES

ARGOS COMMUNITY SCHOOLS

General

Argos Community Schools encompasses approximately 70 square miles in Marshall County, Indiana overlapping the Townships of Green and Walnut; and includes the Town of Argos. The 2002 population of the School District was 3,814.

The most recent audit by the State Board of Accounts was filed on March 29, 2004 for the period July 1, 2001 to June 30, 2003. The current audit period for the School Corporation began July 1, 2003 and will conclude on June 30, 2005.

Past (2001-2003) and projected (2004-2005) enrollments are:

2001 – 730.5 2002 – 689.5 2003 – 682 2004 – 690 2005 - 695

Selected Statistical Information

Tax Payment Year	Assessed Valuation (1)	Tax Collections (2)	Total School Tax Rate (1)	State Aid	Total Debt Service
2001	$ 37,643,990	98.92%	$ 5.3900	$ 2,979,378	$ 611,875
2002	96,079,760	100.74	1.8200	3,177,803	608,375
2003	154,666,870*	96.62	1.3863	3,136,199	604,875
2004**	-	-	-	3,124,049	617,927

* Increase due to reassessment

** Estimated

(1) Prior to the 2001 Pay 2002 tax year, the State of Indiana used a real property valuation system that arrived at a full valuation designated as the True Tax Value that was then divided by three to arrive at the Assessed Value of the property. For the 2001 Pay 2002 tax year and subsequent years, property is valued at True Tax Value rather than Assessed Value.

(2) The remaining portion of the 2003 property taxes will be collected in 2004 as a result of delays in mailing property tax bills due to reassessment.

Unaudited Receipts & Disbursements
Calendar Year 2003

	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School
Receipts:						
Property Taxes	$ 907,197	$ 585,172	$ 217,081	$ 53,080	$ 383,772	$ 4,583
Bank & Excise	97,779	64,478	23,988	6,147	44,413	547
State Grants	3,050,127	12,996	14,459	-	-	17,977
Miscellaneous	840,628	298,841	27,581	25,600	-	-
Total	$ 4,895,731	$ 961,487	$ 283,109	$ 84,827	$ 428,185	$ 23,107
Disbursements	$ 4,787,189	$ 950,111	$ 255,754	$ 100,079	$ 200,806	$ 27,967

Anticipated Receipts & Disbursements
Calendar Year 2004 Budget (1)

	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School
Receipts:						
Property Taxes	$ 884,169	$ 582,567	$ 210,817	$ 55,532	$ 401,184	$ 3,090
Bank & Excise	88,000	52,762	19,730	4,025	29,498	333
State Grants	3,068,000	-	-	-	-	10,780
Miscellaneous	65,868	500	200	20	250	3
Total	$ 4,106,037	$ 635,829	$ 230,747	$ 59,577	$ 430,932	$ 14,206
Disbursements	$ 4,949,300	$ 638,625	$ 375,500	$ 65,000	$ 719,609	$ 26,500

Year End Cash Balances

As of Dec. 31	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School	All Other	TOTAL
2001	$ 386,129	$ 40,697	$ 159,784	$ 28,654	$ 259,404	$ 95	$ 72,872	$ 947,635
2002	278,153	17,820	165,137	55,666	256,921	11,027	35,887	820,611
2003	386,695	29,196	192,492	40,414	484,300	6,167	50,425	1,189,689
2004*(1)	(456,568)	26,400	47,739	34,991	195,623	(6,127)	50,000	(107,942)

* Estimated

(1) The School Corporation's 2004 budget has not received final approval from the State. When the final approval is received, the School Corporation will make the necessary reductions to ensure that funds are not overdrawn.

Current School Corporation Indebtedness

General Obligation Bonds	-	Now Outstanding	$ -
	-	This Issue	505,000
Veterans and Common School Loans			375,000
Lease Obligations			5,405,000
Total School Corporation Indebtedness			$ 6,285,000
Population as of Year 2002			3,814
Assessed Valuation (2002 Payable 2003)			$ 154,666,870
Debt as a % of Assessed Valuation			4.06%
Total School Corporation Indebtedness Per Capita			$ 1,648

Ten Largest Taxpayers

Taxpayer	Business	2002 Pay 2003 Assessed Valuation	% of 2002/2003 Total Assessed Valuation
Lobdell-Emery Manufacturing/ Oxford Automotive	Closed Facility	$ 4,754,840	3.07%
Madras Packaging, LLC	Manufacturing	4,468,470	2.89
Standard Motor Products (formerly Ristance Corporation) (1)	Manufacturing	3,596,870	2.33
Hayn Farming	Farming Operations	3,568,500	2.31
GM Consolidated	Auto Mfg. Personal Property Located at Oxford Automotive	1,306,030	0.84
Voreis, William L.	Farming Operations	1,257,280	0.81
Harrell, William E.	Farming Operations	1,236,270	0.80
Norfolk Southern Corporation	Railroad Utility	1,178,290	0.76
McCune, James E. & Mari	Farming Operations	1,160,520	0.75
Vanadco, Inc.	Manufacturing	1,078,530	0.70

(1) Officials at Standard Motor Products report that this facility will close in late spring of 2004.

COMMUNITY SCHOOL CORPORATION OF EASTERN HANCOCK COUNTY

General

Community School Corporation of Eastern Hancock County encompasses approximately 96 square miles in Hancock County, Indiana overlapping the Townships of Blue River, Brown and Jackson; and includes the Towns of Shirley and Wilkinson. The 2000 population of the School District was 5,700.

The most recent audit by the State Board of Accounts was filed on August 12, 2002 for the period July 1, 1999 to June 30, 2001. The current audit period for the School Corporation began July 1, 2001 and concluded on June 30, 2003.

Past (2001-2003) and projected (2004-2005) enrollments are:

2001 – 1,131 2002 – 1,122 2003 – 1,107 2004 – 1,113 2005 – 1,106

Selected Statistical Information

Tax Payment Year	Assessed Valuation (1)	Tax Collections	Total School Tax Rate (1)	State Aid	Total Debt Service
2001	$ 45,152,515	100.03%	$ 5.8182	$ 4,204,178	$ 817,085
2002	139,323,950	99.62	2.0319	4,313,284	815,230
2003	227,433,945*	101.15	1.3187	4,409,688	825,580
2004**	-	-	-	4,326,957	820,730

* Increase due to reassessment

** Estimated

(1) Prior to the 2001 Pay 2002 tax year, the State of Indiana used a real property valuation system that arrived at a full valuation designated as the True Tax Value that was then divided by three to arrive at the Assessed Value of the property. For the 2001 Pay 2002 tax year and subsequent years, property is valued at True Tax Value rather than Assessed Value.

Unaudited Receipts & Disbursements
Calendar Year 2003

	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School
Receipts:						
Property Taxes	$ 1,365,351	$ 659,325	$ 371,992	$ 121,007	$ 509,332	$ 6,671
Bank & Excise	260,297	125,697	70,918	23,069	97,101	1,272
State Grants	4,156,252	19,873	100,217	-	-	107,995
Miscellaneous	793,776	101,189	285,975	102,839	165,489	265
Total	$ 6,575,676	$ 906,084	$ 829,102	$ 246,915	$ 771,922	$ 116,203
Disbursements	$ 6,500,632	$ 933,000	$ 855,222	$ 192,996	$ 778,853	$ 115,500

Anticipated Receipts & Disbursements
Calendar Year 2004 Budget

	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School
Receipts:						
Property Taxes	$ 1,680,992	$ 849,155	$ 418,686	$ 182,258	$ 615,600	$ 7,640
Bank & Excise	263,884	128,306	74,205	24,223	102,155	883
State Grants	4,219,097	-	-	-	-	107,860
Miscellaneous	55,128	-	106,700	-	-	-
Total	$ 6,219,101	$ 977,461	$ 599,591	$ 206,481	$ 717,755	$ 116,383
Disbursements	$ 6,223,711	$ 878,943	$ 656,600	$ 213,000	$ 720,993	$ 115,500

Year End Cash Balances

As of Dec. 31	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School	All Other	TOTAL
2001	$ 736,447	$ 369,467	$ 183,245	$ 17,642	$ 121,663	$ 3,029	$ 408,642	$ 1,840,135
2002	729,139	392,291	152,386	15,557	203,278	4,019	297,702	1,794,372
2003	804,183	365,375	126,266	69,476	196,347	4,722	117,121	1,683,490
2004*	799,573	463,893	69,257	62,957	193,109	5,605	115,000	1,709,394

* Estimated

Current School Corporation Indebtedness

General Obligation Bonds	-	Now Outstanding	$ 490,000
	-	This Issue	1,050,000
Veterans and Common School Loans			-
Lease Obligations			5,270,000
Total School Corporation Indebtedness			$ 6,810,000
Population as of Year 2000			5,700
Assessed Valuation (2002 Payable 2003)			$ 227,433,945
Debt as a % of Assessed Valuation			2.99%
Total School Corporation Indebtedness Per Capita			$ 1,195

Ten Largest Taxpayers

Taxpayer	Business	2002 Pay 2003 Assessed Valuation	% of 2002/2003 Total Assessed Valuation
Central Indiana Power	Utility	$ 2,089,090	0.92%
Hancock Telecom	Telecommunications	1,203,160	0.53
Ag-One Cooperative	Agricultural Products	1,094,080	0.48
Bentley Farms	Farm	934,400	0.41
ANR Pipeline	Gas Pipeline	911,220	0.40
IPL	Utility	839,850	0.37
G. & E. Condo	Funeral Home and Farm	738,400	0.32
Indiana Bell	Telecommunications	656,930	0.29
Drainage Construction	Construction	639,350	0.28
R. & P. Walker	Farm	601,100	0.26

CULVER COMMUNITY SCHOOLS CORPORATION

General

Culver Community Schools Corporation encompasses approximately 160 square miles including Aubbeenaubbee Township in Fulton County, Tippecanoe Township in Pulaski County, North Bend Township in Starke County and Union Township in Marshall County; and includes the Town of Culver. The 2002 population of the School District was 7,010.

The most recent audit by the State Board of Accounts was filed on February 10, 2004 for the period July 1, 2001 to June 30, 2003. The current audit period for the School Corporation began July 1, 2003 and will conclude on June 30, 2005.

Past (2001-2003) and projected (2004-2005) enrollments are:

2001 – 1,193 2002 – 1,116 2003 – 1,138 2004 – 1,164 2005 – 1,174

Selected Statistical Information

Tax Payment Year	Assessed Valuation (1)	Tax Collections	Total School Tax Rate (1)	State Aid	Total Debt Service
2001	$ 80,462,984	101.55%	$ 5.0428	$ 4,117,310	$ 1,320,000
2002	238,142,324	100.31	1.6852	3,998,702	1,380,000
2003	536,351,230*	98.19	0.9171	4,116,325	1,434,000
2004**	-	-	-	3,760,572	1,545,493

* Increase due to reassessment

** Estimated

(1) Prior to the 2001 Pay 2002 tax year, the State of Indiana used a real property valuation system that arrived at a full valuation designated as the True Tax Value that was then divided by three to arrive at the Assessed Value of the property. For the 2001 Pay 2002 tax year and subsequent years, property is valued at True Tax Value rather than Assessed Value.

Unaudited Receipts & Disbursements
Calendar Year 2003

	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School
Receipts:						
Property Taxes	$ 2,086,480	$ 1,166,392	$ 461,741	$ 108,461	$ 454,869	$ 12,931
Bank & Excise	270,899	152,710	60,180	13,493	55,194	1,598
State Grants	4,008,220	20,818	24,923	-	-	20,868
Miscellaneous	2,006,787	608,722	6,797	-	2,350	-
Total	$ 8,372,386	$ 1,948,642	$ 553,641	$ 121,954	$ 512,413	$ 35,397
Disbursements	$ 8,641,777	$ 2,069,894	$ 611,602	$ 146,989	$ 636,217	$ 63,732

Anticipated Receipts & Disbursements
Calendar Year 2004 Budget

	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School
Receipts:						
Property Taxes	$ 2,812,217	$ 1,353,934	$ 642,128	$ 88,041	$ 898,229	$ 12,186
Bank & Excise	292,590	166,995	64,321	10,233	101,193	910
State Grants	3,954,839	-	-	-	-	26,000
Miscellaneous	88,250	-	23,245	-	-	-
Total	$ 7,147,896	$ 1,520,929	$ 729,694	$ 98,274	$ 999,422	$ 39,096
Disbursements	$ 7,027,000	$ 1,456,000	$ 673,000	$ 115,000	$ 1,393,200	$ 32,500

Year End Cash Balances

As of Dec. 31	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School	All Other	TOTAL
2001	$ 235,571	$ 6,551	$ 19,010	$ 62,058	$ 2,387,214	$ 2,216	$ 5,554,405 (1)	$ 2,712,620
2002	275,827	118,897	6,002	42,615	1,576,571	29,337	494,777	2,544,026
2003	6,436	(2,355)	(51,959)	17,580	1,452,767	1,002	419,018	1,842,489
2004*	127,332	62,574	4,735	854	1,058,989	7,598	400,000	1,662,082

* Estimated

(1) Includes proceeds from sale of leased property relating to bond issuance.

Current School Corporation Indebtedness

General Obligation Bonds	-	Now Outstanding	$ -
	-	This Issue	3,180,000
Veterans and Common School Loans			-
Lease Obligations			18,430,000
Total School Corporation Indebtedness			$ 21,610,000
Population as of Year 2002 (estimated)			7,010
Assessed Valuation (2002 Payable 2003)			$ 536,351,230
Debt as a % of Assessed Valuation			4.03%
Total School Corporation Indebtedness Per Capita			$ 3,083

Ten Largest Taxpayers

Taxpayer	Business	2002 Pay 2003 Assessed Valuation	% of 2002/2003 Total Assessed Valuation
Irsay, James S. & Margaret M.	Residential Property	$ 7,876,900	1.47%
Culver Educational Foundation	Boarding School	7,376,290	1.38
Northern Indiana Public Service Co., Inc.	Utility	4,048,620	0.75
Braun Motor Works/Braun Seating	Manufacturing	3,674,270	0.69
Houba, Inc.	Manufacturing	3,038,770	0.57
Walker Mfg. Co. - Tennaco Automotive	Closed Facility (1)	2,866,610	0.53
McKinney, Stewart M. & Kathleen (2)	Residential Property	2,805,100	0.52
Bank Calumet, NA	Residential Property	2,565,100	0.48
Loehmer, Maurice	Residential Property	2,186,190	0.41
Winn, Paul E. & Joyce E.	Residential Property	2,150,780	0.40

(1) Tennaco Automotive – Walker Manufacturing Company ceased operations at its Culver facility in March 2000.

(2) Pay 2003 taxes are delinquent in the amount of $30,210, plus $3,021 interest and penalties, according to the Marshall County Treasurer's Office.

EAST ALLEN COUNTY SCHOOLS

General

East Allen County Schools encompasses approximately 344 square miles in Allen County, Indiana overlapping the Townships of Cedar Creek, Jackson, Jefferson, Madison, Marion, Maumee, Milan, Monroe, Scipio, Springfield and the majority of Adams; and includes the Cities of New Haven, Woodburn and a small portion of Fort Wayne; and the Towns of Grabill, Leo-Cedarville and Monroeville. The 2000 population of the School District was 61,785.

The most recent audit by the State Board of Accounts was filed on March 4, 2004 for the period July 1, 2001 to June 30, 2003. The current audit period for the School Corporation began July 1, 2003 and will conclude on June 30, 2005.

Past (2001-2003) and projected (2004-2005) enrollments are:

2001 – 9,669 2002 – 9,731 2003 – 9,936 2004 – 9,791 2005 – 9,746

Selected Statistical Information

Tax Payment Year	Assessed Valuation (1)	Tax Collections (2)	Total School Tax Rate (1)	State Aid	Total Debt Service
2001	$ 538,193,582	102.55%	$ 5.1417	$ 34,427,697	$ 3,682,521
2002	1,662,081,801	101.04	1.8600	34,039,117	5,098,284
2003	2,402,993,330*	60.00	1.3088	34,354,040	5,292,459
2004**	-	-	-	34,565,570	6,214,000

* Increase due to reassessment

** Estimated

(1) Prior to the 2001 Pay 2002 tax year, the State of Indiana used a real property valuation system that arrived at a full valuation designated as the True Tax Value that was then divided by three to arrive at the Assessed Value of the property. For the 2001 Pay 2002 tax year and subsequent years, property is valued at True Tax Value rather than Assessed Value.

(2) The remaining portion of the 2003 property taxes will be collected in 2004 as a result of delays in mailing property tax bills due to reassessment.

Unaudited Receipts & Disbursements
Calendar Year 2003

	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School
Receipts:						
Property Taxes	$ 9,403,708	$ 3,014,061	$ 1,994,480	$ 614,389	$ 3,810,228	$ 33,512
Bank & Excise	1,428,202	457,765	302,915	93,311	578,684	5,090
State Grants	33,841,383	175,473	128,647	-	-	208,537
Miscellaneous	2,096,957	-	37,391	223,000	118,121	-
Total	$ 46,770,250	$ 3,647,299	$ 2,463,433	$ 930,700	$ 4,507,033	$ 247,139
Disbursements	$ 55,933,436	$ 5,837,622	$ 4,059,487	$ 987,076	$ 6,467,011	$ 298,255

Anticipated Receipts & Disbursements
Calendar Year 2004 Budget

	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School
Receipts:						
Property Taxes*	$ 24,858,573	$ 8,316,785	$ 5,197,685	$ 1,477,369	$ 9,693,233	$ 117,400
Bank & Excise	2,173,225	458,000	407,070	111,800	674,000	-
State Grants	35,121,759	-	-	-	-	220,000
Miscellaneous	1,021,124	-	-	-	-	-
Total	$ 63,174,681	$ 8,774,785	$ 5,604,755	$ 1,589,169	$ 10,367,233	$ 337,400
Disbursements	$ 58,909,166	$ 6,164,000	$ 4,457,247	$ 1,120,000	$ 7,521,962	$ 338,264

* Property taxes include remaining portion of 2003 collections as well as budgeted 2004 collections.

Year End Cash Balances

As of Dec. 31	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School	All Other	TOTAL
2001	$ 11,176,876	$ 2,024,784	$ 2,282,603	$ 155,484	$ 5,058,617	$ 106,434	$ 8,066,774	$ 28,871,572
2002	10,375,053	2,940,072	2,325,395	57,256	5,267,304	124,810	6,113,008	27,202,898
2003	1,211,867	749,749	729,341	880	3,307,326	73,694	8,114,582	14,187,439
2004*	5,477,382	3,360,534	1,876,849	470,049	6,152,597	72,830	8,000,000	25,410,241

* Estimated

Current School Corporation Indebtedness

General Obligation Bonds	-	Now Outstanding	$ -
	-	This Issue	8,500,000
Veterans and Common School Loans			-
Lease Obligations			59,920,000
Total School Corporation Indebtedness			$ 68,420,000
Population as of Year 2000			61,785
Assessed Valuation (2002 Payable 2003)			$2,402,993,330
Debt as a % of Assessed Valuation			2.85%
Total School Corporation Indebtedness Per Capita			$ 1,107

Ten Largest Taxpayers

Taxpayer	Business	2002 Pay 2003 Assessed Valuation	% of 2002/2003 Total Assessed Valuation
Uniroyal Goodrich	Tire Manufacturing	$ 71,695,460	2.98%
Phelps Dodge	Magnet Wire Manufacturing	18,777,580	0.78
Indiana Michigan Power	Electric Utility	13,217,460	0.55
Superior Alum Alloy	Auto Wheel Manufacturing	12,351,090	0.51
CME Corporation	Automotive Components	9,349,100	0.39
Central States Ent.	Soybean Processor	9,248,260	0.38
CV-SCE	Distribution Center	8,276,200	0.34
Wayne Coliseum LLP	Commercial Warehouse	8,121,250	0.34
G.B. Development	Home Depot Superstore	7,936,200	0.33
HWI Building	Hardware Distributor	7,035,000	0.29

FAYETTE COUNTY SCHOOL CORPORATION

General

Fayette County School Corporation encompasses approximately 215 square miles in Fayette County, Indiana overlapping the Townships of Columbia, Connersville, Fairview, Harrison, Jackson, Jennings, Orange, Posey and Waterloo; and includes the City of Connersville. The 2000 population of the School District was 25,588.

The most recent audit by the State Board of Accounts was filed on April 26, 2004 for the period July 1, 2001 to June 30, 2003. The current audit period for the School Corporation began July 1, 2003 and will conclude on June 30, 2005.

Past (2001-2003) and projected (2004-2005) enrollments are:

2001 – 3,968 2002 – 3,960 2003 – 3,992 2004 – 3,984 2005 – 3,975

Selected Statistical Information

Tax Payment Year	Assessed Valuation (1)	Tax Collections (2)	Total School Tax Rate (1)	State Aid	Total Debt Service
2001	$ 213,473,220	103.00%	4.8897	$ 17,757,377	$ 516,820
2002	644,727,432	97.97	1.6768	17,667,101	543,632
2003	860,126,993*	103.04	1.4556	16,416,349	798,580
2004**	-	-	-	16,933,544	993,252

* Increase due to reassessment

** Estimated

(1) Prior to the 2001 Pay 2002 tax year, the State of Indiana used a real property valuation system that arrived at a full valuation designated as the True Tax Value that was then divided by three to arrive at the Assessed Value of the property. For the 2001 Pay 2002 tax year and subsequent years, property is valued at True Tax Value rather than Assessed Value.

(2) During 2001 a new computer system was implemented, thereby affecting tax levy information. Shortfall in 2002 is due to an error by the County Auditor's office regarding the calculation of abatements.

Unaudited Receipts & Disbursements
Calendar Year 2003

	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School
Receipts:						
Property Taxes	$ 6,911,880	$ 1,127,313	$ 1,523,467	$ 310,188	$ 2,998,191	$ 29,246
Bank & Excise	708,465	115,549	156,155	31,794	307,314	2,998
State Grants	16,159,732	69,998	124,662	-	-	122,866
Miscellaneous	5,702,891	424,241	834,325	211,471	1,868,228	8,268
Total	$ 29,482,968	$ 1,737,101	$ 2,638,609	$ 553,453	$ 5,173,733	$ 163,378
Disbursements	$ 29,358,034	$ 1,315,174	$ 2,395,540	$ 455,339	$ 4,968,633	$ 94,101

Anticipated Receipts & Disbursements
Calendar Year 2004 Budget

	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School
Receipts:						
Property Taxes	$ 6,788,980	$ 926,667	$ 1,571,687	$ 303,868	$ 2,369,920	$ 20,777
Bank & Excise	784,300	111,892	305,648	36,495	305,648	2,111
State Grants	16,804,294	-	-	-	-	129,250
Miscellaneous	347,361	-	10,000	-	10,000	-
Total	$ 24,724,935	$ 1,038,559	$ 1,887,335	$ 340,363	$ 2,685,568	$ 152,138
Disbursements	$ 24,716,850	$ 1,193,252	$ 1,825,000	$ 267,800	$ 2,261,837	$ 180,000

Year End Cash Balances

As of Dec. 31	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School	All Other	TOTAL
2001	$ 2,453,699	$ 56,183	$ 337,629	$ 66,126	$ 1,244,188	$ 48,690	$ 6,445,347	$ 10,651,862
2002	2,462,721	-	292,666	42,228	478,002	50,950	7,743,679	11,070,246
2003	2,587,655	421,927	535,735	140,342	683,102	120,227	7,865,225	12,354,213
2004*	2,595,740	267,234	598,070	212,905	1,106,833	92,365	12,750,000	17,623,147

* Estimated

Current School Corporation Indebtedness

General Obligation Bonds	- Now Outstanding	$	2,000,000
	- This Issue		2,000,000
Veterans and Common School Loans			-
Lease Obligations			18,290,000
Total School Corporation Indebtedness		$	22,290,000
Population as of Year 2000			25,249
Assessed Valuation (2002 Payable 2003)		$	860,126,993
Debt as a % of Assessed Valuation			2.59%
Total School Corporation Indebtedness Per Capita		$	883

Ten Largest Taxpayers

Taxpayer	Business	2002 Pay 2003 Assessed Valuation	% of 2002/2003 Total Assessed Valuation
Visteon Automotive Systems	Manufacturing	$ 122,935,913	14.29%
Wal-Mart/Developers Diversified Finance	Retail	8,058,290	0.94
Cinergy, Indiana	Electric Utility	7,331,460	0.85
Roots/Dresser Industries	Manufacturing	6,804,988	0.79
Village East, LLC	Apartment Complexes	6,556,370	0.76
Verizon North, Inc.	Telephone Utility	5,465,970	0.64
Willie & Christine Wells	Real Estate Owners	4,981,940	0.58
Ohio Valley Aluminum Co.	Aluminum Extrusions	4,725,135	0.55
Ohio Valley Gas Corporation	Gas Utility	3,841,670	0.45
K-Mart/DKR Investments	Retail	3,767,560	0.44

FORT WAYNE COMMUNITY SCHOOLS

General

Fort Wayne Community Schools encompasses approximately 144 square miles in Allen County, Indiana overlapping the Townships of Pleasant, Washington, Wayne and St. Joseph; and includes the majority of the City of Fort Wayne. The 2000 population of the School District was 215,860.

The most recent audit by the State Board of Accounts was filed on April 18, 2002 for the period July 1, 1999 to June 30, 2001. The current audit period for the School Corporation began July 1, 2001 and concluded on June 30, 2003.

Past (2001-2003) and projected (2004-2005) enrollments are:

2001 – 32,081 2002 – 32,114 2003 – 31,815 2004 – 31,885 2005 – 32,045

Selected Statistical Information

Tax Payment Year	Assessed Valuation (1)	Tax Collections (2)	Total School Tax Rate (1)	State Aid	Total Debt Service
2001	$ 1,885,891,743	100.01%	$ 4.7793	$ 104,237,649	$ 5,566,437
2002	5,949,106,194	98.58	1.6064	107,662,908	6,676,573
2003	8,120,905,236*	59.84	1.2566	117,031,360	6,928,800
2004**	-	-	-	114,551,843	9,998,625

* Increase due to reassessment

** Estimated

(1) Prior to the 2001 Pay 2002 tax year, the State of Indiana used a real property valuation system that arrived at a full valuation designated as the True Tax Value that was then divided by three to arrive at the Assessed Value of the property. For the 2001 Pay 2002 tax year and subsequent years, property is valued at True Tax Value rather than Assessed Value.

(2) The remaining portion of the 2003 property taxes will be collected in 2004 as a result of delays in mailing property tax bills due to reassessment.

Unaudited Receipts & Disbursements
Calendar Year 2003

	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School
Receipts:						
Property Taxes	$ 31,848,923	$ 3,990,184	$ 7,037,234	$ 1,110,087	$ 11,078,202	$ 119,706
Bank & Excise	4,448,936	557,384	983,022	155,055	1,547,500	16,722
State Grants	109,066,074	-	683,157	-	-	1,027,812
Miscellaneous	22,978,155	895,000	4,071,688	549,422	142,764	-
Total	$168,342,088	$ 5,442,568	$ 12,775,101	$ 1,814,564	$ 12,768,466	$ 1,164,240
Disbursements	$171,781,170	$ 6,928,800	$ 14,380,816	$ 2,400,130	$ 16,816,316	$ 1,169,735

Anticipated Receipts & Disbursements
Calendar Year 2004 Budget

	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School
Receipts:						
Property Taxes (1)	$ 62,417,788	$ 9,907,691	$ 14,305,708	$ 2,473,709	$ 28,958,221	$ 213,063
Bank & Excise	6,982,792	719,309	1,512,959	329,865	2,045,408	22,103
State Grants	113,541,009	-	-	-	-	1,010,834
Miscellaneous	3,524,269	-	120,000	-	18,000	-
Total	$ 186,465,858	$ 10,627,000	$ 15,938,667	$ 2,803,574	$ 31,021,629	$ 1,246,000
Disbursements	$ 180,726,000	$ 10,627,000	$ 15,510,000	$ 2,705,000	$ 25,817,249	$ 1,246,000

(1) Includes remaining portion of the 2002 Pay 2003 property taxes to be collected in 2004 due to delays in reassessment.

Year End Cash Balances

As of Dec. 31	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School	All Other	TOTAL
2001	$ 10,120,467	$ 2,740,715	$ 2,370,376	$ 756,439	$ 5,008,777	$ 112,719	$ 21,578,254	$ 42,687,747
2002	9,174,225	2,768,775	2,062,048	487,992	7,168,470	6,607	17,769,516	39,437,633
2003	5,735,143	1,282,543	456,333	(97,574)	3,120,620	1,112	27,685,544	38,183,721
2004*	11,475,001	1,282,543	885,000	1,000	8,325,000	1,112	31,034,281	53,003,937

* Estimated

Current School Corporation Indebtedness

General Obligation Bonds	-	Now Outstanding	$ -
	-	This Issue	40,000,000
Veterans and Common School Loans			6,108,510
Lease Obligations			74,540,000
Total School Corporation Indebtedness			$ 120,648,510
Population as of Year 2000			215,860
Assessed Valuation (2002 Payable 2003)			$8,120,905,236
Debt as a % of Assessed Valuation			1.49%
Total School Corporation Indebtedness Per Capita			$ 559

Ten Largest Taxpayers

Taxpayer	Business	2002 Pay 2003 Assessed Valuation	% of 2002/2003 Total Assessed Valuation
Lake County Trust	Retail Mall- Glenbrook Square	$ 144,372,900	1.78%
Dana Corporation	Gear & Axle Assembly	69,740,990	0.86
Indiana Michigan Power	Electric Utility	64,468,070	0.79
St. Joseph Health System	Health Care Provider	57,552,130	0.71
Meijers, Inc.	Retail Stores	56,120,520	0.69
Regency Canterbury	Residential Apartments	54,762,850	0.67
Rose Edward Development	Residential Apartments	45,319,260	0.56
Sommerfeld Nicholas	Warehouse & Office Buildings	37,657,700	0.46
Wal-Mart	Retail Stores	36,019,530	0.44
Jefferson Pointe Development	Retail Mall	35,713,500	0.44

GREENCASTLE COMMUNITY SCHOOL CORPORATION

General

Greencastle Community School Corporation encompasses approximately 72 square miles in Putnam County, Indiana overlapping the Townships of Greencastle and Madison; and includes the City of Greencastle. The 2000 population of the School District was 13,633.

The most recent audit by the State Board of Accounts was filed on March 18, 2004 for the period July 1, 2001 to June 30, 2003. The current audit period for the School Corporation began July 1, 2003 and will conclude on June 30, 2005.

Past (2001-2003) and projected (2004-2005) enrollments are:

2001 – 1,956 2002 – 1,955 2003 – 1,984 2004 – 1,990 2005 – 2,006

Selected Statistical Information

Tax Payment Year	Assessed Valuation (1)	Tax Collections	Total School Tax Rate (1)	State Aid	Total Debt Service
2001	$ 141,197,884	100.54%	$ 5.7609	$ 6,499,938	$ 2,425,689
2002	459,761,432	99.41	1.9337	6,299,543	2,639,664
2003	585,503,789*	100.73	1.7020	6,294,493	3,123,832
2004**	-	-	-	6,116,508	3,135,011

* Increase due to reassessment

** Estimated

(1) Prior to the 2001 Pay 2002 tax year, the State of Indiana used a real property valuation system that arrived at a full valuation designated as the True Tax Value that was then divided by three to arrive at the Assessed Value of the property. For the 2001 Pay 2002 tax year and subsequent years, property is valued at True Tax Value rather than Assessed Value.

Unaudited Receipts & Disbursements
Calendar Year 2003

	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School
Receipts:						
Property Taxes	$ 585,231	$ 403,433	$ 75,619	$ -	$ 239,019	$ -
Bank & Excise	207,753	143,217	26,845	2,155	84,850	255
State Grants	5,840,982	-	29,555	-	-	98,928
Miscellaneous	5,080,135	1,990,418	27,460	6,507	1,231,109	90,607
Total	$ 11,714,101	$ 2,537,068	$ 159,479	$ 8,662	$ 1,554,978	$ 189,790
Disbursements	$ 11,969,675	$ 3,656,220	$ 636,409	$ 152,747	$ 2,821,372	$ 177,085

Anticipated Receipts & Disbursements
Calendar Year 2004 Budget

	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School
Receipts:						
Property Taxes	$ 5,232,101	$ 3,774,631	$ 885,591	$ 379,148	$ 2,584,483	$ 238,165
Bank & Excise	410,000	256,600	51,700	15,300	123,600	1,350
State Grants	5,765,645	-	-	-	-	1,350
Miscellaneous	950,000	170,000	265,000	160,000	1,370,000	-
Total	$ 12,357,746	$ 4,201,231	$ 1,202,291	$ 554,448	$ 4,078,083	$ 240,865
Disbursements	$ 12,304,684	$ 3,366,750	$ 763,600	$ 340,000	$ 2,593,961	$ 115,000

Year End Cash Balances

As of Dec. 31	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School	All Other	TOTAL
2001	$ 803,643	$ 1,125,356	$ 242,651	$ 111,652	$ 1,134,750	$ 80,178	$ 273,871	$ 3,772,101
2002	1,003,611	1,284,139	288,350	64,697	782,065	99,928	572,136	4,094,926
2003	748,037	164,987	(188,580)	(79,388)	(484,329)	112,633	1,403,609	1,676,969
2004*	801,099	999,468	250,111	135,060	999,793	238,498	1,400,000	4,824,029

* Estimated

Current School Corporation Indebtedness

General Obligation Bonds	-	Now Outstanding	$ -
	-	This Issue	3,000,000
Veterans and Common School Loans			159,777
Lease Obligations			32,525,000
Total School Corporation Indebtedness			$ 35,684,777
Population as of Year 2000			13,633
Assessed Valuation (2002 Payable 2003)			$ 585,503,789
Debt as a % of Assessed Valuation			6.09%
Total School Corporation Indebtedness Per Capita			$ 2,618

Ten Largest Taxpayers

Taxpayer	Business	2002 Pay 2003 Assessed Valuation	% of 2002/2003 Total Assessed Valuation
Lone Star Industries	Cement Production	$ 47,745,653	8.15%
Wal-Mart Distro.	Softline Dist.	29,855,210	5.10
F.B. Distro	Clothing Dist.	20,028,620	3.42
Heartland Automotive	Auto Interior Parts	16,260,545	2.78
Crown Equip. Corp.	Fork Lifts	14,008,240	2.39
HAPPICO	Auto Exterior Parts	10,611,570	1.81
Lear Corp.	Auto Trim Parts	9,632,070	1.65
Oxford Automotive	Metal Stamping	7,219,360	1.23
Cinergy/PSI	Utility	4,679,980	0.80
North American Cap.	Capacitors	3,996,669	0.68

LEBANON COMMUNITY SCHOOL CORPORATION

General

Lebanon Community School Corporation encompasses approximately 109 square miles in Boone County, Indiana overlapping the Townships of Center, Perry and Worth; and includes the City of Lebanon and the Towns of Ulen and Whitestown. The 2000 population of the School District was 19,560.

The most recent audit by the State Board of Accounts was filed on March 12, 2003 for the period July 1, 2000 to June 30, 2002. The current audit period for the School Corporation began July 1, 2002 and will conclude on June 30, 2004.

Past (2001-2003) and projected (2004-2005) enrollments are:

2001 – 3,324 2002 – 3,283 2003 – 3,270 2004 – 3,300 2005 – 3,320

Selected Statistical Information

Tax Payment Year	Assessed Valuation (1)	Tax Collections	Total School Tax Rate (1)	State Aid	Total Debt Service
2001	$ 168,869,871	100.37%	$ 6.6735	$ 12,538,028	$ 4,519,090
2002	528,031,362	103.36	2.0941	12,514,879	4,068,665
2003	857,096,229*	98.22	1.4691	12,383,643	4,875,793
2004**	-	-	-	11,960,073	5,323,957

* Increase due to reassessment

** Estimated

(1) Prior to the 2001 Pay 2002 tax year, the State of Indiana used a real property valuation system that arrived at a full valuation designated as the True Tax Value that was then divided by three to arrive at the Assessed Value of the property. For the 2001 Pay 2002 tax year and subsequent years, property is valued at True Tax Value rather than Assessed Value.

Unaudited Receipts & Disbursements
Calendar Year 2003

	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School
Receipts:						
Property Taxes	$ 4,385,095	$ 3,749,784	$ 829,001	$ 180,927	$ 1,721,772	$ 24,470
Bank & Excise	715,108	612,530	135,418	29,554	281,252	3,997
State Grants	11,785,788	60,585	66,379	-	-	89,966
Miscellaneous	13,882,430	3,483,860	767,498	-	5,834	1,170
Total	$ 30,768,421	$ 7,906,759	$ 1,798,296	$ 210,481	$ 2,008,858	$ 119,603
Disbursements	$ 25,368,619	$ 6,608,793	$ 1,588,800	$ 80,287	$ 1,949,763	$ 46,427

Anticipated Receipts & Disbursements
Calendar Year 2004 Budget

	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School
Receipts:						
Property Taxes	$ 6,044,146	$ 4,717,334	$ 1,082,066	$ 253,814	$ 1,937,141	$ 30,369
Bank & Excise	711,682	559,599	120,753	26,955	257,506	2,372
State Grants	12,090,029	-	-	-	-	47,865
Miscellaneous	5,895,878	-	-	-	-	1,100
Total	$ 24,741,735	$ 5,276,933	$ 1,202,819	$ 280,769	$ 2,194,647	$ 81,706
Disbursements	$ 30,037,187	$ 5,323,957	$ 1,276,950	$ 291,000	$ 2,502,750	$ 156,327

Year End Cash Balances

As of Dec. 31	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School	All Other	TOTAL
2001	$ 1,999,597	$ 90,177	$ 208,239	$ 29,872	$ 1,667,722	$ 37,852	$ 1,172,354	$ 5,205,813
2002	1,655,935	59,094	130,798	14,452	1,523,213	64,705	1,089,416	4,537,613
2003	7,055,737	1,357,060	340,294	144,646	1,582,308	137,881	3,451,558	14,069,484
2004*	1,760,285	1,310,036	266,163	134,415	1,274,205	63,260	1,300,000	6,108,364

* Estimated

Current School Corporation Indebtedness

General Obligation Bonds	- Now Outstanding	$ 1,100,000
	- This Issue	2,965,000
Veterans and Common School Loans		959,983
Lease Obligations		48,222,421
Total School Corporation Indebtedness		$ 53,247,404
Population as of Year 2000		19,560
Assessed Valuation (2002 Payable 2003)		$ 857,096,229
Debt as a % of Assessed Valuation		6.21%
Total School Corporation Indebtedness Per Capita		$ 2,722

Ten Largest Taxpayers

Taxpayer	Business	2002 Pay 2003 Assessed Valuation	% of 2002/2003 Total Assessed Valuation
Pearson Education	Book Distributor	$ 19,644,440	2.29%
Duke Realty	Industrial Park	10,286,713	1.20
Little, Brown & Co.	Book Distributor	6,052,380	0.71
Wal-Mart	Retail Sales	5,916,420	0.69
Pamida	Distribution Center	5,451,750	0.64
Indiana Gas Co.	Utility	5,354,780	0.62
Lebanon Place Apts.	Apartments	4,895,540	0.57
Purity Wholesale Grocers	Distribution Center	3,321,080	0.39
SBC	Utility	3,259,310	0.38
Prairie Industries	Plastics Fabrication	2,929,300	0.34

LOGANSPORT COMMUNITY SCHOOL CORPORATION

General

Logansport Community School Corporation encompasses approximately 70 square miles in Cass County, Indiana overlapping the Townships of Clay, Clinton, Eel and parts of Miami, Noble and Washington; and includes the City of Logansport. The 2000 population of the School District was 23,509.

The most recent audit by the State Board of Accounts was filed on February 5, 2004 for the period July 1, 2001 to June 30, 2003. The current audit period for the School Corporation began July 1, 2003 and will conclude on June 30, 2005.

Past (2001-2003) and projected (2004-2005) enrollments are:

2001 – 4,171 2002 – 4,116 2003 – 4,275 2004 – 4,465 2005 – 4,596

Selected Statistical Information

Tax Payment Year	Assessed Valuation (1)	Tax Collections (2)	Total School Tax Rate (1)	State Aid	Total Debt Service
2001	$ 171,633,020	100.48%	$ 5.8032	$ 17,630,397	$ 3,283,428
2002	541,953,400	98.48	2.0986	18,046,355	4,073,798
2003	752,824,980*	94.88	1.6520	18,359,475	5,033,077
2004**	-	-	-	18,260,385	4,950,044

* Increase due to reassessment

** Estimated

(1) Prior to the 2001 Pay 2002 tax year, the State of Indiana used a real property valuation system that arrived at a full valuation designated as the True Tax Value that was then divided by three to arrive at the Assessed Value of the property. For the 2001 Pay 2002 tax year and subsequent years, property is valued at True Tax Value rather than Assessed Value.

(2) The remaining portion of the 2003 property taxes will be collected in 2004 as a result of delays in mailing property tax bills due to reassessment.

Unaudited Receipts & Disbursements
Calendar Year 2003

	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School
Receipts:						
Property Taxes	$ 4,744,338	$ 4,134,403	$ 795,848	$ 250,266	$ 1,851,972	$ 22,882
Bank & Excise	534,289	465,601	89,625	28,184	208,562	2,577
State Grants	17,705,390	71,883	37,260	-	-	85,157
Miscellaneous	7,365,177	2,682,264	690,561	33,582	1,633,329	-
Total	$ 30,349,194	$ 7,354,151	$ 1,613,294	$ 312,032	$ 3,693,863	$ 110,616
Disbursements	$ 30,119,851	$ 7,044,104	$ 1,671,561	$ 329,872	$ 4,459,083	$ 123,449

Anticipated Receipts & Disbursements
Calendar Year 2004 Budget

	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School
Receipts:						
Property Taxes	$ 5,677,428	$ 4,202,812	$ 1,006,733	$ 332,700	$ 2,319,869	$ 20,205
Bank & Excise	579,000	495,000	95,300	30,200	221,000	1,925
State Grants	18,170,385	-	-	-	-	90,000
Miscellaneous	420,001	-	-	-	-	-
Total	$ 24,846,814	$ 4,697,812	$ 1,102,033	$ 362,900	$ 2,540,869	$ 112,130
Disbursements	$ 24,754,737	$ 4,945,045	$ 974,825	$ 345,000	$ 2,731,195	$ 110,000

Year End Cash Balances

As of Dec. 31	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School	All Other	TOTAL
2001	$ 161,540	$ 62,344	$ 16,009	$ 21,245	$ 527,150	$ 27,524	$ 820,418	$ 1,636,230
2002	447,387	178,656	(32,350)	7,821	969,483	29,469	2,084,317	3,684,783
2003	676,730	488,703	(90,617)	(10,019)	204,263	16,636	(107,950)	1,177,746
2004*	768,807	241,470	36,591	7,881	13,937	18,766	200,000	1,287,452

* Estimated

Current School Corporation Indebtedness

General Obligation Bonds	- Now Outstanding	$ -
	- This Issue	5,000,000
Veterans and Common School Loans		312,479
Lease Obligations		44,755,000
Total School Corporation Indebtedness		$ 50,067,479
Population as of Year 2000		23,509
Assessed Valuation (2002 Payable 2003)		$ 752,824,980
Debt as a % of Assessed Valuation		6.65%
Total School Corporation Indebtedness Per Capita		$ 2,130

Ten Largest Taxpayers

Taxpayer	Business	2002 Pay 2003 Assessed Valuation	% of 2002/2003 Total Assessed Valuation
IBP	Pork Processing	$ 25,350,930	3.37%
Greyrock/Essroc	Cement	19,737,380	2.62
Trelleborg	Automotive	13,690,630	1.82
Cole Hardwood	Wood Products	11,494,260	1.53
Modine	Manufacturer	11,050,530	1.47
Elco Textron	Manufacturer	10,223,370	1.36
Hamstra	Retail	9,302,100	1.24
Small Parts Incorporated	Manufacturer	9,210,700	1.22
Kite-Rubloff	Retail	8,847,800	1.18
Matthew-Warren	Manufacturer	7,974,930	1.06

MADISON CONSOLIDATED SCHOOLS

General

Madison Consolidated Schools encompasses approximately 84 square miles in Jefferson County, Indiana overlapping the Townships of Graham, Lancaster, Madison, Milton, Monroe and Shelby; and includes the City of Madison and the Towns of Brooksburg and Dupont. The 2000 population of the School District was 22,413.

The most recent audit by the State Board of Accounts was filed on March 21, 2003 for the period July 1, 2000 to June 30, 2002. The current audit period for the School Corporation began July 1, 2002 and will conclude on June 30, 2004.

Past (2001-2003) and projected (2004-2005) enrollments are:

2001 – 3,483 2002 – 3,490 2003 – 3,503 2004 – 3,501 2005 – 3,456

Selected Statistical Information

Tax Payment Year	Assessed Valuation (1)	Tax Collections (2)	Total School Tax Rate (1)	State Aid	Total Debt Service
2001	$ 230,422,745	120.10%	$ 4.7547	$ 12,196,366	$ 1,887,124
2002	723,529,274	95.95	1.5476	12,629,603	1,895,683
2003	831,834,506*	95.83	1.5387	12,388,897	2,188,265
2004**	-	-	-	12,615,000	2,193,686

* Increase due to reassessment

** Estimated

(1) Prior to the 2001 Pay 2002 tax year, the State of Indiana used a real property valuation system that arrived at a full valuation designated as the True Tax Value that was then divided by three to arrive at the Assessed Value of the property. For the 2001 Pay 2002 tax year and subsequent years, property is valued at True Tax Value rather than Assessed Value.

(2) A portion of the 2000 property taxes collected were disbursed in January 2001. The percent of 2001 property taxes levied to those collected was 98.59%. The lower collection percentage for 2002 was a result of an error in the certified Assessed Value. The remaining portion of the 2003 property taxes will be collected in 2004 as a result of delays in mailing property tax bills due to reassessment.

Unaudited Receipts & Disbursements
Calendar Year 2003

	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School
Receipts:						
Property Taxes	$ 3,560,798	$ 1,034,484	$ 650,724	$ 139,899	$ 1,123,900	$ 14,188
Bank & Excise	678,975	197,256	124,081	26,675	214,306	2,692
State Grants	11,801,064	63,935	197,482	-	-	112,399
Miscellaneous	6,361,239	1,144,512	872,160	-	76	-
Total	$ 22,402,076	$ 2,440,187	$ 1,844,447	$ 166,574	$ 1,338,282	$ 129,279
Disbursements	$ 23,214,808	$ 2,831,140	$ 1,895,306	$ 267,691	$ 1,218,345	$ 162,427

Anticipated Receipts & Disbursements
Calendar Year 2004 Budget

	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School
Receipts:						
Property Taxes	$ 9,185,679	$ 2,467,826	$ 1,689,600	$ 308,065	$ 2,882,050	$ 33,854
Bank & Excise	660,000	170,000	157,000	32,000	135,000	2,650
State Grants	12,500,000	-	-	-	-	115,000
Miscellaneous	257,000	-	-	-	-	-
Total	$ 22,602,679	$ 2,637,826	$ 1,846,600	$ 340,065	$ 3,017,050	$ 151,504
Disbursements	$ 22,176,415	$ 2,193,686	$ 1,815,310	$ 350,000	$ 2,931,400	$ 165,000

Year End Cash Balances

As of Dec. 31	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School	All Other	TOTAL
2001	$ 3,386,252	$ 1,285,425	$ 531,887	$ 59,870	$ 1,031,532	$ 34,694	$ 1,177,580	$ 7,507,240
2002	3,937,381	927,807	588,008	66,965	1,268,684	63,734	862,353	7,714,932
2003	3,124,649	536,854	537,149	(34,152)	1,388,621	30,586	2,161,093	7,744,800
2004*	3,550,913	980,994	568,439	(44,087)	1,474,271	17,090	2,050,000	8,597,620

* Estimated

Current School Corporation Indebtedness

General Obligation Bonds	-	Now Outstanding	$ 1,370,000
	-	This Issue	10,500,000
Veterans and Common School Loans			225,000
Lease Obligations			15,690,000
Total School Corporation Indebtedness			$ 27,785,000
Population as of Year 2000			22,413
Assessed Valuation (2002 Payable 2003)			$ 831,834,506
Debt as a % of Assessed Valuation			3.34%
Total School Corporation Indebtedness Per Capita			$ 1,240

Ten Largest Taxpayers

Taxpayer	Business	2002 Pay 2003 Assessed Valuation	% of 2002/2003 Total Assessed Valuation
Indiana-Kentucky Electric Corp.	Utility	$ 79,627,980	9.57%
Arvin Sango/Sango USA	Automotive Parts	52,027,020	6.25
Madison Precision	Automotive Parts	20,660,572	2.48
Grote	Vehicle Lighting	18,059,060	2.17
Wal-Mart	Retail	13,993,430	1.68
Century Tube	Steel Tubes	11,948,817	1.44
Dover/Rotary Lift	Vehicle Lifts	11,502,450	1.38
Reliance	Automotive Parts	11,122,870	1.34
Envirex	Water Filters	10,448,160	1.26
River Point Improvement	Developer	8,372,900	1.01

MICHIGAN CITY AREA SCHOOLS

General

Michigan City Area Schools encompasses approximately 150 square miles including Cool Spring, Michigan and Springfield Townships; the Towns of Long Beach, Michiana Shores and Pottawattomie Park; and the City of Michigan City in LaPorte County; and a portion of Pine Township, including the Towns of Beverly Shores and Pines, in Porter County. The 2000 population of the School District was 49,941.

The most recent audit by the State Board of Accounts was filed on March 26, 2003 for the period July 1, 2000 to June 30, 2002. The current audit period for the School Corporation began July 1, 2002 and will conclude on June 30, 2004.

Past (2001-2003) and projected (2004-2005) enrollments are:

2001 – 7,014 2002 – 6,846 2003 – 6,761 2004 – 6,822 2005 – 6,846

Selected Statistical Information

Tax Payment Year	Assessed Valuation (1)	Tax Collections (2)	Total School Tax Rate (1)	State Aid	Total Debt Service
2001	$ 445,577,585	98.63%	$ 5.2392	$29,188,038	$4,645,662
2002	1,351,241,540	97.91	1.8313	28,024,000	5,251,582
2003	2,273,159,342*	26.61	1.1489	27,481,912	5,172,461
2004**	-	-	-	27,807,696	6,060,300

* Increased due to reassessment

** Estimated

(1) Prior to the 2001 Pay 2002 tax year, the State of Indiana used a real property valuation system that arrived at a full valuation designated as the True Tax Value that was then divided by three to arrive at the Assessed Value of the property. For the 2001 Pay 2002 tax year and subsequent years, property is valued at True Tax Value rather than Assessed Value.

(2) The remaining portion of the 2003 property taxes will be collected in 2004 as a result of delays in mailing property tax bills due to reassessment.

Unaudited Receipts & Disbursements
Calendar Year 2003

	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School
Receipts(1):						
Property Taxes	$ 3,702,179	$1,267,075	$ 642,215	$ 109,304	$ 1,236,079	$ 18,617
Bank & Excise	1,423,709	487,856	248,605	42,266	476,793	7,402
State Grants	26,808,583	120,285	185,119	-	-	136,456
Miscellaneous (2)	33,938,892	170,706	1,070,535	254,044	164,237	71,592
Total	$65,873,363	$2,045,922	$ 2,146,474	$ 405,614	$ 1,877,109	$ 234,067
Disbursements	$60,254,939	$5,172,460	$ 3,851,459	$ 570,042	$ 4,389,822	$ 220,509

(1) The remaining portion of the 2003 property taxes were collected in March 2004 as a result of delays in mailing property tax bills due to reassessment.

(2) For the General Fund, Tax Anticipation Warrants were used to fund the cash flow.

Anticipated Receipts & Disbursements
Calendar Year 2004 Budget

	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School
Receipts:						
Property Taxes	$14,937,223	$7,933,000	$ 4,648,000	$ 861,035	$ 9,188,730	$ 145,500
Bank & Excise	1,456,148	482,000	257,000	44,100	430,800	5,000
State Grants	26,230,384	-		-	-	136,500
Miscellaneous	2,631,500	-		-	-	-
Total	$45,255,255	$8,415,000	$ 4,905,000	$ 905,135	$ 9,619,530	$ 287,000
Disbursements	$46,133,437	$5,136,184	$ 3,224,066	$ 620,000	$ 6,408,000	$ 235,821

Year End Cash Balances

As of Dec. 31	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School	All Other	TOTAL
2001	$ 3,585,925	$ 1,825,438	$ 163,216	$ (37)	$ 2,968,656	$ (12,812)	$ 1,460,653	$ 9,991,039
2002	3,769,304	1,981,109	149,060	43,225	3,139,802	7,753	1,065,308	10,155,561
2003	9,387,728	(1,145,429)	(1,555,925)	(121,203)	627,089	21,311	1,210,939	8,424,510
2004*	8,509,546	2,133,387	125,009	163,932	3,838,619	72,490	1,201,572	16,044,555

* Estimated

Current School Corporation Indebtedness

General Obligation Bonds	-	Now Outstanding	$	745,000
	-	This Issue		11,255,000
Veterans and Common School Loans				-
Lease Obligations				67,547,388
Total School Corporation Indebtedness			$	79,547,388
Population as of Year 2000				49,941
Assessed Valuation (2002 Payable 2003)			$	2,273,159,342
Debt as a % of Assessed Valuation				3.50%
Total School Corporation Indebtedness Per Capita			$	1,593

Ten Largest Taxpayers

Taxpayer	Business	2002 Pay 2003 Assessed Valuation	% of 2002/2003 Total Assessed Valuation
NIPSCO	Gas & Electric Utility	$ 84,232,210	3.71%
Blue Chip Casino LLC	Casino & Hotel	58,462,090	2.57
Sullair Corporation	Manufacturing	31,964,500	1.41
F/C MC Development	Outlet Shopping Mall	19,923,500	0.88
Meijer Stores LP	Retail Store	17,998,520	0.79
Building Materials Mfg. Corp.	Manufacturing	17,132,500	0.75
First Capital Income Properties LTD Corporation	Shopping Mall	14,838,000	0.65
Edward Rose of Indiana	Residential Apartment Complex	13,170,800	0.58
Weil McLain Company	Manufacturing	12,334,250	0.54
Federal-Mogul Ignition Company	Manufacturing	10,393,690	0.46

M.S.D. OF BOONE TOWNSHIP

General

M.S.D. of Boone Township encompasses approximately 36 square miles in Porter County, Indiana overlapping the Town of Hebron. The 2000 population of the School District was 5,884.

The most recent audit by the State Board of Accounts was filed on March 29, 2004 for the period July 1, 2001 to June 30, 2003. The current audit period for the School Corporation began July 1, 2003 and will conclude on June 30, 2005.

Past (2001-2003) and projected (2004-2005) enrollments are:

2001 – 1,148 2002 – 1,127 2003 – 1,106 2004 – 1,110 2005 – 1,115

Selected Statistical Information

Tax Payment Year	Assessed Valuation (1)	Tax Collections	Total School Tax Rate (1)	State Aid	Total Debt Service
2001	$ 40,024,190	100.92%	$ 5.8395	$ 3,931,629	$ 366,315
2002	125,653,220	99.29	1.8935	4,114,255	192,173
2003	220,361,430*	101.28	1.1638	4,552,909	503,625
2004**	-	-	-	4,509,836**	506,447**

* Increase due to reassessment

** Estimated

(1) Prior to the 2001 Pay 2002 tax year, the State of Indiana used a real property valuation system that arrived at a full valuation designated as the True Tax Value that was then divided by three to arrive at the Assessed Value of the property. For the 2001 Pay 2002 tax year and subsequent years, property is valued at True Tax Value rather than Assessed Value.

Unaudited Receipts & Disbursements
Calendar Year 2003

	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School
Receipts:						
Property Taxes	$ 1,018,712	$ 349,240	$ 244,740	$ 81,701	$ 434,959	$ 5,758
Bank & Excise	204,167	70,358	49,061	16,640	87,072	1,173
State Grants	4,140,249	21,014	23,975	-	-	17,687
Miscellaneous	2,375,419	-	1,596	-	6,050	-
Total	$ 7,738,547	$ 440,612	$ 319,372	$ 98,341	$ 528,081	$ 24,618
Disbursements	$ 8,170,115	$ 449,280	$ 323,975	$ 142,566	$ 729,301	$ 24,959

Anticipated Receipts & Disbursements
Calendar Year 2004 Budget

	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School
Receipts:						
Property Taxes	$ 1,354,000	$ 520,000	$ 321,000	$ 250,000	$ 631,907	$ 7,200
Bank & Excise	197,710	73,700	48,100	33,110	93,410	1,083
State Grants	4,509,836	-	-	-	-	17,519
Miscellaneous	867,986	5,470	28,410	1,610	106,650	77
Total	$ 6,929,532	$ 599,170	$ 397,510	$ 284,720	$ 831,967	$ 25,879
Disbursements	$ 6,560,200	$ 599,110	$ 405,000	$ 278,116	$ 814,162	$ 30,000

Year End Cash Balances

As of Dec. 31	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School	All Other	TOTAL
2001	$ 1,080,686	$ 132,854	$ 75,753	$ 75,746	$ 147,152	$ 27,766	$ 26,360	$ 1,566,317
2002	786,076	133,408	70,270	71,826	237,022	22,548	183,371	1,504,521
2003	354,508	124,740	65,667	27,601	35,802	22,207	135,705	766,230
2004*	723,840	124,800	58,177	34,205	53,607	18,086	30,000	1,042,715

* Estimated

Current School Corporation Indebtedness

General Obligation Bonds	- Now Outstanding	$	180,000
	- This Issue		1,380,000
Veterans and Common School Loans			3,966,045
Lease Obligations			900,000
Total School Corporation Indebtedness		$	6,426,045
Population as of Year 2000			5,884
Assessed Valuation (2002 Payable 2003)		$	220,361,430
Debt as a % of Assessed Valuation			2.92%
Total School Corporation Indebtedness Per Capita		$	1,092

Ten Largest Taxpayers

Taxpayer	Business	2002 Pay 2003 Assessed Valuation	% of 2002/2003 Total Assessed Valuation
Northwestern Indiana Telephone Company	Communication Services	$ 6,118,840	2.78%
Hebron Pointe, LLC	Apartments	4,411,600	2.00
NIPSCO	Electric & Natural Gas Utility	3,423,600	1.55
Cargill, Inc.	Fertilizer Blending Manufacturer	3,241,860	1.47
Pines Apartments of Hebron	Apartments	2,964,100	1.35
Chopra Mohini Revocable Trust	Residential Real Estate	1,793,200	0.81
Hamstra Builders, Inc.	Commercial Real Estate	1,356,900	0.62
Patz's Market, Inc.	Grocery Store	1,024,380	0.46
Family Express Corporation	Retail Store (2 locations)	807,190	0.37
Hebron Professional Building	Commercial Real Estate	734,500	0.33

M.S.D. OF MT. VERNON

General

M.S.D. of Mt. Vernon encompasses approximately 240 square miles in Posey County, Indiana overlapping the Townships of Black, Lynn, Marrs and Point; and includes the City of Mt. Vernon. The 2000 population of the School District was 16,598.

The most recent audit by the State Board of Accounts was filed on March 21, 2003 for the period July 1, 2000 to June 30, 2002. The current audit period for the School Corporation began July 1, 2002 and will conclude on June 30, 2004.

Past (2001-2003) and projected (2004-2005) enrollments are:

2001 – 2,836 2002 – 2,818 2003 – 2,774 2004 – 2,724 2005 – 2,705

Selected Statistical Information

Tax Payment Year	Assessed Valuation (1)	Tax Collections	Total School Tax Rate (1)	State Aid	Total Debt Service
2001	$ 383,214,983	99.26%	$ 5.4559	$ 3,604,554	$ 4,092,000
2002	1,168,226,088	100.70	1.7894	3,033,760	4,092,000
2003	1,281,086,631*	99.73	1.7492	2,962,566	4,092,000
2004**	-	-	-	3,002,930	4,090,000

* Increase due to reassessment

** Estimated

(1) Prior to the 2001 Pay 2002 tax year, the State of Indiana used a real property valuation system that arrived at a full valuation designated as the True Tax Value that was then divided by three to arrive at the Assessed Value of the property. For the 2001 Pay 2002 tax year and subsequent years, property is valued at True Tax Value rather than Assessed Value.

Unaudited Receipts & Disbursements
Calendar Year 2003

	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School
Receipts:						
Property Taxes	$ 14,630,300	$ 3,924,044	$ 1,281,607	$ 175,055	$ 2,294,882	$ 42,167
Bank & Excise	919,736	246,639	80,553	11,002	144,241	2,650
State Grants	2,693,296	49,775	23,174	-	-	144,724
Miscellaneous	10,877,440	1,900,000	303,987	-	823,323	95,580
Total	$ 29,120,772	$ 6,120,458	$ 1,689,321	$ 186,057	$ 3,262,446	$ 285,121
Disbursements	$ 28,633,630	$ 6,116,412	$ 1,303,817	$ 96,033	$ 2,104,871	$ 271,709

Anticipated Receipts & Disbursements
Calendar Year 2004 Budget

	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School
Receipts:						
Property Taxes	$ 14,734,238	$ 3,981,371	$ 1,344,273	$ 174,135	$ 2,109,414	$ 39,576
Bank & Excise	869,000	214,000	58,000	9,800	86,000	2,080
State Grants	2,852,554	-	-	-	-	150,376
Miscellaneous	243,543	-	3,000	-	8,000	-
Total	$ 18,699,335	$ 4,195,371	$ 1,405,273	$ 183,935	$ 2,203,414	$ 192,032
Disbursements	$ 18,988,760	$ 4,292,000	$ 1,459,789	$ 126,000	$ 2,195,123	$ 208,832

Year End Cash Balances

As of Dec. 31	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School	All Other	TOTAL
2001	$ 1,635,893	$ 197,415	$ 756,019	$ 97,624	$ 1,135,690	$ 246,814	$ 831,509	$ 4,900,964
2002	1,766,229	217,940	483,705	38,451	546,888	49,043	1,029,978	4,132,234
2003	2,253,371	221,986	869,209	128,475	1,704,463	62,455	864,145	6,104,104
2004*	1,963,946	125,357	814,693	186,410	1,712,754	45,655	900,000	5,748,815

* Estimated

Current School Corporation Indebtedness

General Obligation Bonds	-	Now Outstanding	$ -
	-	This Issue	5,880,000
Veterans and Common School Loans			-
Lease Obligations			15,810,000
Total School Corporation Indebtedness			$ 21,690,000
Population as of Year 2000			16,598
Assessed Valuation (2002 Payable 2003)			$1,281,086,631
Debt as a % of Assessed Valuation			1.69%
Total School Corporation Indebtedness Per Capita			$ 1,307

Ten Largest Taxpayers

Taxpayer	Business	2002 Pay 2003 Assessed Valuation	% of 2002/2003 Total Assessed Valuation
General Electric	Engineering Plastics	$ 369,779,460	28.86%
Vectren	Power Plant	83,941,220	6.55
Bristol-Myers Squibb	Pharmaceutical Products	74,977,740	5.85
Countrymark Coop.	Oil Refinery	26,317,610	2.05
Warehouse Services, Inc.	Warehousing	15,643,150	1.22
GAF Building Materials	Roofing Products	14,770,720	1.15
Cons. Grain and Barge	Grain Production	13,518,960	1.06
MG Industries	Mfg. Liquid Oxygen	7,468,000	0.58
Marathon Ashland	Oil Refinery	5,464,750	0.43
Polar Minerals	Mineral Processing	5,382,210	0.42

M.S.D. OF WARREN TOWNSHIP

General

M.S.D. of Warren Township encompasses approximately 48 square miles in Marion County, Indiana including the Town of Warren Park; and part of the Cities of Beech Grove and Indianapolis. The 2000 population of the School District was 93,941.

The most recent audit by the State Board of Accounts was filed on May 8, 2002 for the period July 1, 1999 to June 30, 2001. The current audit period for the School Corporation began July 1, 2001 and concluded on June 30, 2003.

Past (2001-2003) and projected (2004-2005) enrollments are:

2001 – 10,921 2002 – 11,288 2003 – 11,753 2004 – 11,956 2005 – 12,058

Selected Statistical Information

Tax Payment Year	Assessed Valuation (1)	Tax Collections	Total School Tax Rate (1)	State Aid	Total Debt Service
2001	$ 860,766,450	98.78%	$ 5.5114	$ 43,147,704	$ 10,690,114
2002	2,551,257,488	97.05	1.9036	43,235,691	11,501,582
2003	3,084,991,485*	101.99	1.7443	45,034,376	11,893,447
2004**	-	-	-	47,209,080	12,523,126

* Increase due to reassessment

** Estimated

(1) Prior to the 2001 Pay 2002 tax year, the State of Indiana used a real property valuation system that arrived at a full valuation designated as the True Tax Value that was then divided by three to arrive at the Assessed Value of the property. For the 2001 Pay 2002 tax year and subsequent years, property is valued at True Tax Value rather than Assessed Value.

Unaudited Receipts & Disbursements
Calendar Year 2003

	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School
Receipts:						
Property Taxes	$ 26,004,257	$ 12,706,340	$ 4,672,836	$ 934,567	$ 10,465,895	$ 103,841
Bank & Excise	2,179,028	1,064,728	391,560	78,313	876,990	8,702
State Grants	42,579,626	-	1,479,061	-	-	167,695
Miscellaneous	12,411,806	538,936	2,156,528	-	171,785	-
Total	$ 83,174,717	$ 14,310,004	$ 8,699,985	$ 1,012,880	$ 11,514,670	$ 280,238
Disbursements	$ 80,979,983	$ 12,730,259	$ 8,792,175	$ 868,760	$ 11,746,930	$ 357,655

Anticipated Receipts & Disbursements
Calendar Year 2004 Budget

	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School
Receipts:						
Property Taxes	$ 30,225,530	$ 14,000,000	$ 5,940,716	$ 2,950,000	$ 16,000,000	$ 121,674
Bank & Excise	2,244,000	1,094,000	402,000	144,000	892,000	9,100
State Grants	45,063,080	-	956,000	-	-	190,000
Miscellaneous	11,672,748	600,000	1,882,485	2,567	80,000	100,000
Total	$ 89,205,358	$ 15,694,000	$ 9,181,201	$ 3,096,567	$ 16,972,000	$ 420,774
Disbursements	$ 83,617,748	$ 12,671,468	$ 8,405,335	$ 1,750,000	$ 16,157,708	$ 401,800

Year End Cash Balances

As of Dec. 31	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School	All Other	TOTAL
2001	$ 8,852,754	$ 431	$ 1,134,267	$ (386,551)	$ 2,683,495	$ 61,074	$ 55,666,430	$ 68,011,900
2002	2,918,169	(162,545)	125,301	(353,885)	2,204,684	6,727	32,217,737	36,956,188
2003	5,112,903	1,417,200	33,111	(209,765)	1,972,424	(70,690)	9,121,522	17,376,705
2004*	10,700,513	4,439,732	808,977	1,136,802	2,786,716	(51,716)	8,203,967	28,024,991

* Estimated

Current School Corporation Indebtedness

General Obligation Bonds	-	Now Outstanding	$ -
	-	This Issue	14,000,000
Veterans and Common School Loans			34,326
Lease Obligations			145,326,973
Total School Corporation Indebtedness			$ 159,361,299
Population as of Year 2000			93,941
Assessed Valuation (2002 Payable 2003)			$3,084,991,485
Debt as a % of Assessed Valuation			5.17%
Total School Corporation Indebtedness Per Capita			$ 1,696

Ten Largest Taxpayers

Taxpayer	Business	2002 Pay 2003 Assessed Valuation	% of 2002/2003 Total Assessed Valuation
Visteon Corporation	Manufacturing	$ 169,239,460	5.49%
Raytheon Systems Company	Manufacturing	169,213,170	5.49
CVS Distributor	Drug Store Distributor	165,432,300	5.36
Simon Capital & Property	Commercial Real Estate	94,264,800	3.06
First Industrial, LP	Commercial Real Estate	73,794,510	2.39
Western Select Property	Property Manager	70,517,730	2.29
Indiana Bell Telephone	Utility	60,854,430	1.97
WEC, LLC	Real Estate	60,255,900	1.95
First Industrial	Commercial Real Estate	58,871,700	1.91
MacAllister Machinery	Heavy Machine Distributor	51,394,500	1.67

M.S.D. OF WAYNE TOWNSHIP

General

M.S.D. of Wayne Township encompasses approximately 49 square miles in Marion County, Indiana including the Town of Clermont and part of the City of Indianapolis. The 2000 population of the School District was 133,461.

The most recent audit by the State Board of Accounts was filed on May 8, 2002 for the period July 1, 1999 to June 30, 2001. The current audit period for the School Corporation began July 1, 2001 and concluded on June 30, 2003.

Past (2001-2003) and projected (2004-2005) enrollments are:

2001 – 13,565 2002 – 14,245 2003 – 14,174 2004 – 14,466 2005 – 14,670

Selected Statistical Information

Tax Payment Year	Assessed Valuation (1)	Tax Collections	Total School Tax Rate (1)	State Aid	Total Debt Service
2001	$ 853,445,660	101.99%	$ 5.3491	$ 51,841,667	$ 8,468,595
2002	2,620,546,774	99.70	1.8530	55,011,086	9,229,881
2003	3,289,836,185*	103.14	1.6681	56,815,965	10,158,975
2004	3,292,061,730	-	1.7075	49,176,609	12,590,015

* Increase due to reassessment

(1) Prior to the 2001 Pay 2002 tax year, the State of Indiana used a real property valuation system that arrived at a full valuation designated as the True Tax Value that was then divided by three to arrive at the Assessed Value of the property. For the 2001 Pay 2002 tax year and subsequent years, property is valued at True Tax Value rather than Assessed Value.

Unaudited Receipts & Disbursements
Calendar Year 2003

	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School
Receipts:						
Property Taxes	$ 21,544,999	$ 14,046,194	$ 6,089,122	$ 2,953,079	$ 11,865,021	$ 122,875
Bank & Excise	2,668,607	1,393,912	594,980	291,988	1,157,314	12,105
State Grants	53,488,212	-	314,998	-	-	265,480
Miscellaneous	9,378,433	-	1,066,085	350,000	3,033,213	4,418
Total	$ 87,080,251	$ 15,440,106	$ 8,065,185	$ 3,595,067	$ 16,055,548	$ 404,878
Disbursements	$ 87,388,233	$ 9,920,333	$ 6,880,969	$ 2,351,801	$ 12,862,295	$ 372,119

Anticipated Receipts & Disbursements
Calendar Year 2004 Budget

	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School
Receipts:						
Property Taxes	$ 24,693,755	$ 13,497,453	$ 5,586,629	$ 911,901	$ 11,433,330	$ 88,886
Bank & Excise	2,743,300	1,499,471	620,635	101,305	1,270,161	9,875
State Grants	52,172,495	-	400,000	-	-	604,114
Miscellaneous	916,200	-	158,400	-	-	-
Total	$ 80,525,750	$ 14,996,924	$ 6,765,664	$ 1,013,206	$ 12,703,491	$ 702,875
Disbursements	$ 82,596,000	$ 12,590,015	$ 6,823,075	$ 1,378,888	$ 14,557,637	$ 512,500

Year End Cash Balances

As of Dec. 31	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School	All Other	TOTAL
2001	$ 12,125,752	$ 1,226,477	$ 316,137	$ 79,324	$ 2,786,244	$ 468,308	$ 5,636,601	$ 22,638,843
2002	11,901,702	1,501,355	1,088,967	197,176	3,096,580	416,257	640,598	18,842,635
2003	11,593,720	7,021,128	2,273,183	1,440,442	6,289,833	449,016	27,589,682	56,657,004
2004*	9,523,470	9,428,037	2,215,772	1,074,760	4,435,687	639,391	1,186,759	28,503,876

* Estimated

Current School Corporation Indebtedness

General Obligation Bonds	-	Now Outstanding	$ 9,820,000
	-	This Issue	22,500,000
Veterans and Common School Loans			1,912,391
Lease Obligations			162,875,000
Total School Corporation Indebtedness			$ 197,107,391
Population as of Year 2000			133,461
Assessed Valuation (2003 Payable 2004)			$3,292,061,730
Assessed Valuation (2002 Payable 2003)			$3,289,836,185
Debt as a % of 2003/2004 Assessed Valuation			5.99%
Total School Corporation Indebtedness Per Capita			$ 1,477

Ten Largest Taxpayers

Taxpayer	Business	2002 Pay 2003 Assessed Valuation (1)	% of 2002/2003 Total Assessed Valuation
Rolls-Royce Corp.	Engine Manufacturer	$ 124,493,690	3.78%
Daimler Chrysler Corp.	Engine Manufacturer	48,922,740	1.49
Reilly Industries, Inc.	Chemical Manufacturer	48,518,500	1.47
Indiana Bell Telephone	Utility	34,029,130	1.03
Carrier Corporation	HVAC Manufacturer	33,783,470	1.03
AEC Acquisition Corp.	Allison Engine	28,604,220	0.87
Verizon Wireless	Wireless Telephone	24,604,220	0.75
AERC Waterstone, LLC	Apartments	24,441,500	0.74
Indianapolis Power	Utility	24,227,590	0.74
K & S Properties	Real Estate	21,284,100	0.65

(1) Assessments for the Largest Taxpayers for 2003 payable 2004 were not available.

NINEVEH-HENSLEY-JACKSON UNITED SCHOOL CORPORATION

General

Nineveh-Hensley-Jackson United School Corporation encompasses approximately 108 square miles including Nineveh and Hensley Townships, and the Towns of Princess Lakes and Trafalgar in Johnson County; and Jackson Township, including the Town of Morgantown, in Morgan County. The 2000 population of the School District was 10,066.

The most recent audit by the State Board of Accounts was filed on April 3, 2002 for the period July 1, 1999 to June 30, 2001. The current audit period for the School Corporation began July 1, 2001 and concluded on June 30, 2003.

Past (2001-2003) and projected (2004-2005) enrollments are:

2001 – 1,768 2002 – 1,825 2003 – 1,831 2004 – 1,845 2005 – 1,863

Selected Statistical Information

Tax Payment Year	Assessed Valuation (1)	Tax Collections (2)	Total School Tax Rate-Johnson County (1)	Total School Tax Rate-Morgan County (1)	State Aid	Total Debt Service
2001	$ 86,989,690	100.70%	$ 5.3273	$ 5.2732	$ 6,086,323	$ 1,040,115
2002	262,665,640	100.20	1.8193	1.7763	6,180,182	1,025,029
2003	499,037,040*	97.70	1.1918	1.1942	6,453,796	1,622,568
2004	497,613,510	-	1.3684	1.3551	6,182,359	2,001,178

* Increase due to reassessment

(1) Prior to the 2001 Pay 2002 tax year, the State of Indiana used a real property valuation system that arrived at a full valuation designated as the True Tax Value that was then divided by three to arrive at the Assessed Value of the property. For the 2001 Pay 2002 tax year and subsequent years, property is valued at True Tax Value rather than Assessed Value.

(2) The remaining portion of the 2003 property taxes will be collected in 2004 as a result of delays in mailing property tax bills due to reassessment.

Unaudited Receipts & Disbursements
Calendar Year 2003

	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School
Receipts:						
Property Taxes	$ 2,507,563	$ 1,644,898	$ 663,778	$ 101,393	$ 880,913	$ 15,112
Bank & Excise	449,778	295,044	119,061	18,187	157,987	2,710
State Grants	6,162,433	33,537	127,455	-	-	8,282
Miscellaneous	2,840,751	493,446	468,896	88,236	579,399	382
Total	$ 11,960,525	$ 2,466,925	$ 1,379,190	$ 207,816	$ 1,618,299	$ 26,486
Disbursements	$ 11,983,259	$ 2,117,476	$ 1,405,057	$ 187,111	$ 1,850,782	$ 17,650

Anticipated Receipts & Disbursements
Calendar Year 2004 Budget

	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School
Receipts:						
Property Taxes	$ 2,713,886	$ 2,122,127	$ 710,689	$ 104,655	$ 1,126,306	$ 8,957
Bank & Excise	479,737	367,096	125,630	18,350	204,161	1,583
State Grants	6,155,566	-	-	-	-	26,793
Miscellaneous	135,130	-	75,000	-	-	-
Total	$ 9,484,319	$ 2,489,223	$ 911,319	$ 123,005	$ 1,330,467	$ 37,333
Disbursements	$ 9,907,140	$ 2,076,176	$ 936,896	$ 130,000	$ 1,379,599	$ 24,750

Year End Cash Balances

As of Dec. 31	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School	All Other	TOTAL
2001	$ 760,971	$ 556,162	$ 75,579	$ 14,083	$ 977,476	$ 9,862	$ 553,546	$ 2,947,679
2002	658,506	458,730	87,800	23,279	1,223,278	8,891	492,170	2,952,654
2003	635,772	808,179	61,933	43,984	990,795	17,727	1,908,169	4,466,559
2004*	212,951	1,221,226	36,356	36,989	941,663	30,310	400,000	2,879,495

* Estimated

Current School Corporation Indebtedness

General Obligation Bonds	-	Now Outstanding	$ -
	-	This Issue	1,935,000
Veterans and Common School Loans			862,500
Lease Obligations			23,890,000
Total School Corporation Indebtedness			$ 26,687,500
Population as of Year 2000			10,066
Assessed Valuation (2003 Payable 2004)			$ 497,613,510
Debt as a % of 2003/2004 Assessed Valuation			5.36%
Total School Corporation Indebtedness Per Capita			$ 2,651

Ten Largest Taxpayers

Taxpayer	Business	2003 Pay 2004 Assessed Valuation (1)	% of 2003/2004 Total Assessed Valuation
AT&T	Utility	$ 3,501,390	0.70%
Johnson County REMC	Utility	3,399,930	0.68
Ind. Architectural Plywood	Plywood	2,075,390	0.42
McFarland Farms	Agriculture	1,687,400	0.34
Consolidated City of Indianapolis	Utility	1,202,780	0.24
Painted Hill Assn.	Real Estate Devel.	1,143,460	0.23
South Central Indiana REMC	Utility	1,094,180	0.22
United Telephone Co.	Utility	1,082,620	0.22
James & Linda Hunter	Agriculture	1,062,600	0.21
Village Apartments	Real Estate Devel.	1,052,260	0.21

(1) Estimated 2003 Pay 2004 Assessed Valuation provided by County Auditor.

NORTH KNOX SCHOOL CORPORATION

General

North Knox School Corporation encompasses approximately 207 square miles in Knox County, Indiana overlapping the Townships of Busseron, Vigo, Washington and Widner; and includes the City of Bicknell and the Towns of Bruceville, Edwardsport, Oaktown and Sandborn. The 2000 population of the School District was 9,668.

The most recent audit by the State Board of Accounts was filed on January 31, 2003 for the period July 1, 2000 to June 30, 2002. The current audit period for the School Corporation began July 1, 2002 and will conclude on June 30, 2004.

Past (2001-2003) and projected (2004-2005) enrollments are:

2001 – 1,612 2002 – 1,576 2003 – 1,521 2004 – 1,464 2005 – 1,427

Selected Statistical Information

Tax Payment Year	Assessed Valuation (1)	Tax Collections (2)	Total School Tax Rate (1)	State Aid	Total Debt Service
2001	$ 62,315,940	113.11%	$ 4.9201	$ 6,935,705	$ 357,784
2002	186,022,940	97.40	1.8816	6,916,269	441,850
2003	302,703,945*	48.33	1.2503	6,907,018	628,635
2004**	-	-	-	6,784,500	857,104

* Increase due to reassessment

** Estimated

(1) Prior to the 2001 Pay 2002 tax year, the State of Indiana used a real property valuation system that arrived at a full valuation designated as the True Tax Value that was then divided by three to arrive at the Assessed Value of the property. For the 2001 Pay 2002 tax year and subsequent years, property is valued at True Tax Value rather than Assessed Value.

(2) The remaining portion of the 2003 property taxes will be collected in 2004 as a result of delays in mailing property tax bills due to reassessment.

Unaudited Receipts & Disbursements
Calendar Year 2003

	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School
Receipts:						
Property Taxes	$ 485,921	$ 62,359	$ 177,483	$ 6,955	$ 168,273	$ 1,583
Bank & Excise	41,403	5,313	15,122	593	14,338	135
State Grants	6,634,474	28,097	123,736	-	-	42,027
Miscellaneous	2,211,008	717,110	31	-	275,000	-
Total	$ 9,372,806	$ 812,879	$ 316,372	$ 7,548	$ 457,611	$ 43,745
Disbursements	$ 9,744,298	$ 974,078	$ 960,816	$ -	$ 988,242	$ 74,431

Anticipated Receipts & Disbursements
Calendar Year 2004 Budget

	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School
Receipts:						
Property Taxes	$ 6,289,268	$ 831,859	$ 2,324,645	$ 360,990	$ 1,400,849	$ 194,177
Bank & Excise	246,000	48,000	95,000	560	66,000	725
State Grants	6,734,500	-	-	-	-	50,000
Miscellaneous	25,000	-	-	-	-	-
Total	$ 13,294,768	$ 879,859	$ 2,419,645	$ 361,550	$ 1,466,849	$ 244,902
Disbursements	$ 12,124,500	$ 857,104	$ 1,924,000	$ 50,000	$ 1,262,837	$ 163,600

Year End Cash Balances

As of Dec. 31	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School	All Other	TOTAL
2001	$ 1,760,772	$ 234,691	$ 912,600	$ 61,990	$ 782,985	$ 43,764	$ 1,958,304	$ 5,755,106
2002	923,396	122,652	927,593	59,150	577,224	58,116	1,663,361	4,331,492
2003	551,904	(38,547)	283,149	66,698	46,593	27,430	909,841	1,847,068
2004*	1,722,172	(15,792)	778,794	378,248	250,605	108,732	1,102,500	4,325,259

* Estimated

Current School Corporation Indebtedness

General Obligation Bonds	-	Now Outstanding	$ -
	-	This Issue	2,900,000
QZAB			3,627,494
Lease Obligations			1,610,000
Total School Corporation Indebtedness			$ 8,137,494
Population as of Year 2000			9,668
Assessed Valuation (2002 Payable 2003)			$ 302,703,945
Debt as a % of Assessed Valuation			2.69%
Total School Corporation Indebtedness Per Capita			$ 842

Ten Largest Taxpayers

Taxpayer	Business	2002 Pay 2003 Assessed Valuation	% of 2002/2003 Total Assessed Valuation
PSI	Utility	$ 11,702,850	3.87%
Triad Mining of IN, Inc.	Mining	10,384,870	3.43
Texas Gas Corporation	Utility/Gas Line	2,957,370	0.98
Horrall, A & M	Farm	2,553,150	0.84
Bond, Richard & Janet	Farm	2,196,860	0.73
Scepter Industries, Inc.	Aluminum Recycling	2,176,730	0.72
Carnahan, Michael	Farm	2,135,800	0.71
Wampler Family	Farm	2,057,530	0.68
Apple, Glenn	Farm	2,053,320	0.68
Miller Family	Farm	1,893,360	0.63

TRITON SCHOOL CORPORATION

General

Triton School Corporation encompasses approximately 106 square miles including Bourbon and Tippecanoe Townships, and the Town of Bourbon in Marshall County; and Etna Township including the Town of Etna Green in Kosciusko County. The 2000 population of the School District was 5,747.

The most recent audit by the State Board of Accounts was filed on April 14, 2003 for the period July 1, 2000 to June 30, 2002. The current audit period for the School Corporation began July 1, 2002 and will conclude on June 30, 2004.

Past (2001-2003) and projected (2004-2005) enrollments are:

2001 – 1,103 2002 – 1,119 2003 – 1,120 2004 – 1,090 2005 – 1,098

Selected Statistical Information

Tax Payment Year	Assessed Valuation (1)	Tax Collections (2)	Total School Tax Rate-Marshall County (1)	Total School Tax Rate-Kosciusko County (1)	State Aid	Total Debt Service
2001	$ 56,034,440	95.24%	$ 4.8019	$ 4.8439	$ 4,062,176	$ 622,412
2002	170,692,897	99.47	1.5257	1.6250	4,125,850	628,635
2003	265,183,546*	88.17	1.1376	1.1812	4,167,799	623,328
2004**	-	-	-	-	4,175,655	622,409

* Increase due to reassessment

** Estimated

(1) Prior to the 2001 Pay 2002 tax year, the State of Indiana used a real property valuation system that arrived at a full valuation designated as the True Tax Value that was then divided by three to arrive at the Assessed Value of the property. For the 2001 Pay 2002 tax year and subsequent years, property is valued at True Tax Value rather than Assessed Value.

(2) The remaining portion of the 2003 property taxes will be collected in 2004 as a result of delays in mailing property tax bills due to reassessment.

Unaudited Receipts & Disbursements
Calendar Year 2003

	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School
Receipts:						
Property Taxes	$ 1,352,260	$ 439,129	$ 291,989	$ 79,715	$ 516,412	$ 7,163
Bank & Excise	192,242	61,633	41,583	13,169	78,315	1,089
State Grants	4,084,866	20,247	22,523	-	-	5,550
Miscellaneous	1,004,329	321,660	171,130	85,709	125,021	147
Total	$ 6,633,697	$ 842,669	$ 527,225	$ 178,593	$ 719,748	$ 13,949
Disbursements	$ 6,722,137	$ 931,437	$ 554,890	$ 227,920	$ 651,598	$ 9,150

Anticipated Receipts & Disbursements
Calendar Year 2004 Budget

	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School
Receipts:						
Property Taxes	$ 2,115,018	$ 609,242	$ 370,097	$ 51,354	$ 1,005,672	$ 5,650
Bank & Excise	202,250	73,700	44,900	6,100	72,000	690
State Grants	4,172,529	-	-	-	50,283	3,126
Miscellaneous	266,070	30,462	18,504	2,567	-	300
Total	$ 6,755,867	$ 713,404	$ 433,501	$ 60,021	$ 1,127,955	$ 9,766
Disbursements	$ 6,726,555	$ 637,136	$ 459,900	$ 55,000	$ 937,012	$ 14,850

Year End Cash Balances

As of Dec. 31	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School	All Other	TOTAL
2001	$ 968,797	$ 315,460	$ 119,890	$ 25,546	$ 297,329	$ 8,036	$ 102,155	$ 1,837,213
2002	922,299	305,282	141,522	23,518	351,226	8,880	89,468	1,842,195
2003	833,859	216,514	113,857	(25,809)	419,376	13,679	169,473	1,740,949
2004*	863,171	292,782	87,458	(20,788)	610,319	8,595	52,519	1,894,056

* Estimated

Current School Corporation Indebtedness

General Obligation Bonds	- Now Outstanding	$ 725,000
	- This Issue	1,400,000
Veterans and Common School Loans		562,097
Lease Obligations		1,055,000
Total School Corporation Indebtedness		$ 3,742,097
Population as of Year 2000		5,747
Assessed Valuation (2002 Payable 2003)		$ 265,183,546
Debt as a % of Assessed Valuation		1.41%
Total School Corporation Indebtedness Per Capita		$ 651

Ten Largest Taxpayers

Taxpayer	Business	2002 Pay 2003 Assessed Valuation	% of 2002/2003 Total Assessed Valuation
Lear Corp./Janus Op.	Manufacturing	$ 9,375,310	3.54%
HBOS Manufacturing	Modular Homes	9,151,800	3.45
Schult Homes	Modular Homes	4,400,660	1.66
Dunnuck Grain Inc.	Grain Elevator and Farm	1,655,030	0.62
Niff Coor, LLC	Steel Panels	1,653,300	0.62
NIPSCO	Utility	1,591,780	0.60
OCAA, Inc.	Manufacturing	1,550,100	0.58
Bares Farms, Inc.	Farm	1,468,160	0.55
North Indiana Mfg., Inc.	Manufacturing	1,291,490	0.49
Klotz Hog & Grain Farm	Farm	1,264,680	0.48

WARRICK COUNTY SCHOOL CORPORATION

General

Warrick County School Corporation encompasses approximately 384 square miles in Warrick County, Indiana overlapping the Townships of Anderson, Boone, Campbell, Greer, Hart, Lane, Ohio, Owen, Pigeon and Skelton; and includes the City of Boonville and the Towns of Chandler, Elberfeld, Lynnville, Newburgh and Tennyson. The estimated 2002 population of the School District was 53,624.

The most recent audit by the State Board of Accounts was filed on March 21, 2003 for the period July 1, 2000 to June 30, 2002. The current audit period for the School Corporation began July 1, 2002 and will conclude on June 30, 2004.

Past (2001-2003) and projected (2004-2005) enrollments are:

2001 – 8,981 2002 – 9,031 2003 – 9,144 2004 – 9,269 2005 – 9,000

Selected Statistical Information

Tax Payment Year	Assessed Valuation (1)	Tax Collections	Total School Tax Rate (1)	State Aid	Total Debt Service
2001	$ 653,583,240	101.70%	$ 4.8545	$ 25,900,253	$ 2,445,000
2002	1,927,167,585	99.76	1.6331	25,800,342	3,154,000
2003	2,497,564,197*	89.68	1.4543	26,435,856	6,721,245
2004**	-	-	-	26,645,068	6,862,000

* Increase due to reassessment

** Estimated

(1) Prior to the 2001 Pay 2002 tax year, the State of Indiana used a real property valuation system that arrived at a full valuation designated as the True Tax Value that was then divided by three to arrive at the Assessed Value of the property. For the 2001 Pay 2002 tax year and subsequent years, property is valued at True Tax Value rather than Assessed Value.

Unaudited Receipts & Disbursements
Calendar Year 2003

	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School
Receipts:						
Property Taxes	$ 16,250,426	$ 5,868,520	$ 3,780,940	$ 342,704	$ 6,258,262	$ 73,916
Bank & Excise	2,006,297	724,534	466,800	43,310	772,652	9,280
State Grants	25,894,575	-	112,201	-	-	429,080
Miscellaneous	14,265,530	2,165,828	1,363,658	147,633	1,009,614	-
Total	$ 58,416,828	$ 8,758,882	$ 5,723,599	$ 533,647	$ 8,040,528	$ 512,276
Disbursements	$ 59,797,243	$ 8,931,890	$ 6,160,628	$ 557,803	$ 6,131,296	$ 519,092

Anticipated Receipts & Disbursements
Calendar Year 2004 Budget

	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School
Receipts:						
Property Taxes (1)	$ 20,991,215	$ 8,311,428	$ 4,233,601	$ 329,735	$ 8,177,518	$ 69,958
Bank & Excise	2,206,295	656,000	426,000	38,000	684,000	6,310
State Grants	26,234,257	-	-	-	-	410,811
Miscellaneous	516,800	329,158	158,704	-	-	-
Total	$ 49,948,567	$ 9,296,586	$ 4,818,305	$ 367,735	$ 8,861,518	$ 487,079
Disbursements	$ 51,786,648	$ 7,565,000	$ 5,669,640	$ 375,000	$ 9,574,832	$ 451,717

(1) Includes remaining portion of the 2002 Pay 2003 property taxes to be collected in 2004 due to delays in reassessment.

Year End Cash Balances

As of Dec. 31	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School	All Other	TOTAL
2001	$ 5,160,388	$ 1,393,906	$ 1,506,443	$ 74,933	$ 4,205,022	$ 120,219	$ 3,431,627	$ 15,892,538
2002	5,164,106	1,606,352	1,534,866	246,013	2,831,132	63,411	2,097,077	13,542,957
2003	3,783,691	1,433,344	1,097,837	221,857	4,740,364	56,595	1,758,747	13,092,435
2004*	1,945,610	3,164,930	246,502	214,592	4,027,050	91,957	2,000,000	11,690,641

* Estimated

Current School Corporation Indebtedness

General Obligation Bonds	-	Now Outstanding	$ -
	-	This Issue	14,800,000
Veterans and Common School Loans			-
Lease Obligations			44,809,566
Total School Corporation Indebtedness			$ 59,609,566
Population as of Year 2002			53,624
Assessed Valuation (2002 Payable 2003)			$2,497,564,197
Debt as a % of Assessed Valuation			2.39%
Total School Corporation Indebtedness Per Capita			$ 1,112

Ten Largest Taxpayers

Taxpayer	Business	2002 Pay 2003 Assessed Valuation	% of 2002/2003 Total Assessed Valuation
Alcoa	Aluminum	$ 301,662,995	12.08%
Vectren	Energy	92,581,780	3.71
Alcoa Generating	Energy	28,888,550	1.16
Kimball International	Wood	14,407,590	0.58
Sigecom	Telephone	12,000,390	0.48
Electronic Research Inc.	Electronics	11,079,760	0.44
Lease Plan USA	Leasing	7,993,200	0.32
Cellco Parntership	Telephone	6,429,840	0.26
BancOne Leasing Corporation	Leasing	5,806,500	0.23
Victoria National Golf Club	Golf Club	4,541,900	0.18

WEST NOBLE SCHOOL CORPORATION

General

West Noble School Corporation encompasses approximately 132 square miles in Noble County, Indiana overlapping the Townships of Elkhart, Perry, Sparta and Washington; and includes the City of Ligonier; and the Town of Cromwell. The 2002 population of the School District was 13,120.

The most recent audit by the State Board of Accounts was filed on April 8, 2003 for the period July 1, 2000 to June 30, 2002. The current audit period for the School Corporation began July 1, 2002 and will conclude on June 30, 2004.

Past (2001-2003) and projected (2004-2005) enrollments are:

2001 – 2,513	2002 – 2,491	2003 – 2,497	2004 – 2,504	2005 – 2,551

Selected Statistical Information

Tax Payment Year	Assessed Valuation (1)	Tax Collections	Total School Tax Rate (1)	State Aid	Total Debt Service
2001	$ 94,673,685	96.28%	$ 5.8209	$ 9,732,745	$ 1,958,138
2002	301,645,110	104.95	2.0756	10,805,800	2,314,319
2003*	-	-	-	10,910,235	2,354,000
2004**	-	-	-	11,262,607	2,411,651

* Due to delays in reassessment procedures, the net assessed valuations for the tax years 2002 Pay 2003 and 2003 Pay 2004 are not currently available. The 2002 Pay 2003 property taxes will be collected in 2004.

** Estimated

(1) Prior to the 2001 Pay 2002 tax year, the State of Indiana used a real property valuation system that arrived at a full valuation designated as the True Tax Value that was then divided by three to arrive at the Assessed Value of the property. For the 2001 Pay 2002 tax year and subsequent years, property is valued at True Tax Value rather than Assessed Value.

Unaudited Receipts & Disbursements
Calendar Year 2003

	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School
Receipts:						
Property Taxes	$ 2,013,885	$ 1,372,590	$ 650,083	$ 111,874	$ 532,885	$ 7,044
Bank & Excise	294,576	180,130	94,965	18,237	78,850	1,028
State Grants	11,107,122	43,955	112,693	-	-	12,959
Miscellaneous	2,334,670	750,023	392,309	-	-	-
Total	$ 15,750,253	$ 2,346,698	$ 1,250,050	$ 130,111	$ 611,735	$ 21,031
Disbursements	$ 14,274,797	$ 2,633,623	$ 1,177,200	$ 178,238	$ 669,169	$ 14,561

Anticipated Receipts & Disbursements
Calendar Year 2004 Budget

	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School
Receipts:						
Property Taxes	$ 3,031,929	$ 2,480,703	$ 1,005,940	$ 356,947	$ 2,144,307	$ 40,976
Bank & Excise	355,346	229,590	109,100	17,610	75,100	1,198
State Grants	11,329,467	-	-	-	-	-
Miscellaneous	436,566	-	122,000	-	-	-
Total	$ 15,153,308	$ 2,710,293	$ 1,237,040	$ 374,557	$ 2,219,407	$ 42,174
Disbursements	$ 15,006,700	$ 2,411,651	$ 1,260,000	$ 318,000	$ 1,457,450	$ 52,134

Year End Cash Balances

As of Dec. 31	General Fund	Debt Service Fund	Transportation Fund	Bus Replacement Fund	Capital Projects Fund	Special Ed Pre-School	All Other	TOTAL
2001	$ 126,555	$ 448,747	$ 33,816	$ 25,192	$ 146,560	$ 7,648	$ 1,512,513	$ 2,301,031
2002	388,665	524,218	98,340	23,159	220,384	13,490	1,953,266	3,221,522
2003	1,864,121	237,293	171,190	(24,968)	162,950	19,960	1,066,084	3,496,630
2004*	2,010,729	535,935	148,230	31,589	924,907	10,000	1,100,000	4,761,390

* Estimated

Current School Corporation Indebtedness

General Obligation Bonds	-	Now Outstanding	$ 1,055,000
	-	This Issue	3,698,604
Veterans and Common School Loans			3,714,154
Lease Obligations			4,945,000
Total School Corporation Indebtedness			$ 13,412,758
Population as of Year 2002			13,120
Assessed Valuation (2001 Payable 2002)			$ 301,645,110
Debt as a % of Assessed Valuation			4.45%
Total School Corporation Indebtedness Per Capita			$ 1,022

Ten Largest Taxpayers

Taxpayer	Business	2001 Pay 2002 Assessed Valuation (1)	% of 2001/2002 Total Assessed Valuation
Guardian Industries, Inc. (2)	Mfg. Automotive Glass	$ 21,267,330	7.05%
Silgan Plastics Corporation (3)	Mfg. Plastic Bottles	17,156,000	5.69
Tenneco Automotive, (3) Walker Manufacturing Division	Mfg. Auto Exhaust Equipment	15,606,240	5.17
Vibracoustic No. America, (3) A Freudenberg NOK Company	Mfg. Automotive Vibration Control Dampers	14,425,550	4.78
Sroufe Manufacturing, Inc.	Mfg. Medical Softgoods	12,511,200	4.15
Millenium Industries Corp.	Mfg. Automotive Fuel Lines, etc.	7,218,310	2.39
Jeld Wen, Inc. (3)	Mfg. Insulated Steel Doors	5,586,500	1.85
Star of the West Milling Co. (3)	Flour Mill	4,016,860	1.33
Burnworth Zollars Ford Mercury	Automotive Dealership	3,260,440	1.08
AT&T Communications	Telephone Utility	2,899,990	0.96

(1) Due to delays in reassessment procedures, assessments for Largest Property Taxpayers for the tax year payable 2003 were not available.

(2) Located within the Ligonier Guardian Economic Development Area, an allocation area for tax increment financing (TIF).

(3) Located within the Ligonier (Warren) Economic Development Area, an allocation area for tax increment financing (TIF).

APPENDIX B

DEFINITIONS

The following are definitions of certain of the terms used in this Official Statement and defined in the Indenture:

“Accounts” means the accounts created under the Indenture.

“Act” means the provisions of Indiana Code 5-1.5.

“Authorized Officer” means the Chairman, Vice Chairman or Executive Director of the Bond Bank or such other person or persons who are duly authorized to act on behalf of the Bond Bank.

“Bankruptcy Code” means the Bankruptcy Reform Act of 1978, as amended from time to time.

“Bond Bank” means the Indiana Bond Bank, a body corporate and politic, not a state agency, but an independent public instrumentality of the State exercising essential public functions, or any successor to its functions.

“Bondholder” or “holder of Bonds” or “owner of Bonds” or any similar term means the registered owner of any Bond.

“Bond Insurance Policy” means the municipal bond insurance policy issued by the Bond Insurer insuring the payment when due of the principal of, and interest on, the Bonds as provided therein.

“Bond Insurer” means MBIA Insurance Corporation, a stock insurance company incorporated under the laws of the State of New York.

“Bond Issuance Expense Account” means the account by that name created under the Indenture.

“Bonds” means the Bond Bank’s Taxable School Severance Funding Bonds Series 6 A and any Refunding Bonds.

“Cash Flow Certificate” means a certificate prepared by an accountant or firm of accountants in accordance with the Indenture concerning anticipated Revenues and payments.

“Clearing Agency” means initially The Depository Trust Company, and its successors and assigns, including any surviving, resulting or transferee corporation, or any successor corporation that may be appointed in a manner consistent with the Indenture and will include any direct or indirect participants of The Depository Trust Company.

“Code” means the Internal Revenue Code of 1986 in effect on the date of issuance of the Bonds, and the applicable regulations or rulings promulgated or proposed thereunder, and any successor thereto.

“Costs of Issuance” means items of expense payable or reimbursable directly or indirectly by the Bond Bank and related to the authorization, sale and issuance of Bonds, which items of expense will include, but not be limited to, printing costs, costs of reproducing documents, filing and recording fees, initial fees and charges of the Trustee, underwriters' discounts, legal fees and charges, professional consultants' fees, costs of credit ratings, fees and charges for execution, transportation and safekeeping of Bonds, bond or reserve fund insurance premiums, credit enhancements (including Credit Facilities) or liquidity facility fees, and other costs, charges and fees in connection with the foregoing.

"Counsel" means an attorney duly admitted to practice law before the highest court of any state and approved by the Bond Bank.

"Credit Facility" means any letter of credit, revolving credit agreement, surety bond, insurance policy or other agreement or instrument.

"Credit Provider" means the issuer of any Credit Facility and its successor in such capacity and their assigns. To qualify under the Indenture, the Credit Provider providing such Credit Facility will be either:

(i) an insurer whose municipal bond insurance policies insuring the payment, when due, of the principal of and interest on municipal bond issues results in such issues being rated in a rating category that is at least as high as the rating assigned to the Bonds by the rating agency or agencies rating the Bonds; or

(ii) a bank or trust company which at the time of issuance of such Credit Facility has an outstanding, unsecured, uninsured and unguaranteed debt issue rated in a rating category that is at least as high as the rating assigned to the Bonds by the rating agency or agencies rating the Bonds.

"Default" means an event or condition, the occurrence of which, with the lapse of time or the giving of notice or both, would become an Event of Default under the Indenture.

"Event of Default" means any occurrence of an event specified in the Indenture.

"Fees and Charges" means fees and charges established by the Bond Bank from time to time pursuant to the Act which are payable by the Qualified Entities.

"Fiscal Year" means the twelve month period from July 1 through the following June 30.

"Funds" means the funds created under the Indenture.

"General Account" means the account by that name created under the Indenture.

"General Fund" means the fund by that name created under the Indenture.

"Governmental Obligations" means (a) direct obligations of (including obligations issued or held in book-entry form on the books of) the Department of Treasury of the United States of America or (b) senior debt obligations of other government sponsored agencies approved by the Bond Insurer.

"Indenture" means the Trust Indenture, dated as of June 15, 2004 between the Bond Bank and the Trustee, and all supplements and amendments entered into thereunder.

"Interest Payment Date" means any date on which interest is payable on the Bonds.

"Investment Earnings" means earnings and profits (after consideration of any accrued interest paid and/or amortization of premiums or discount on the investment) on the moneys in the Funds and Accounts established under the Indenture.

"Investment Securities" means any of the following: (a) Governmental Obligations; (b) obligations of any of the following federal agencies, which obligations represent the full faith and credit of the United States of America, including: Export-Import Bank; Farm Credit System Financial Assurance Corporation; Rural Economic Community Development Administration (formerly the Farmers Home Administration); General Services Administration; United States Maritime Administration; Small Business Administration; Government National Mortgage Association ("GNMA"); United States Department of Housing and Urban Development ("PHAs"); Federal Housing Administration; and Federal Financing Bank; (c) direct obligations of any of the following federal agencies, which obligations are not fully guaranteed by the full faith and credit of the United States of America: senior debt obligations rated "AAA" by S&P issued by the Federal National Mortgage Association ("FNMA") or Federal Home Loan Mortgage Corporation ("FHLMC"); obligations of the Resolution Funding Corporation ("REFCORP"); senior debt obligations of the Federal Home Loan Bank System; and senior debt obligations of other government sponsored agencies approved by the Bond Insurer; (d) United States dollar denominated accounts, federal funds and bankers' acceptances with domestic commercial banks, which have a rating on their short term certificates of deposit on the date of purchase of "AA-" or "A-1+" by S&P and maturing no more than 360 calendar days after the date of purchase (ratings on holding companies are not considered as the rating of the bank); (e) commercial paper which is rated at the time of purchase in the single highest classification, "A-1+" by S&P and which matures not more than 270 calendar days after the date of purchase; (f) investments in a money market fund rated "AAAm-G," "AAA-m," "AA-m" or better by S&P which fund may be a fund of the Trustee; (g) "Pre-refunded Municipal Obligations" defined as follows: any obligations of any state of the United States of America or of any agency, instrumentality or local governmental unit of any such state, which are not callable at the option of the obligor prior to maturity or as to which irrevocable instructions have been given by the obligor to call on the date specified in the notice; and (A) which are rated, based on an irrevocable escrow account or fund (the "escrow"), in the highest rating category of S&P or any successors thereto; or (B)(i) which are fully secured as to principal and interest and redemption premium, if any, by an escrow consisting only of cash or Governmental Obligations, which escrow may be applied only to the payment of such principal of and interest and redemption premium, if any, on such obligations on the maturity date or dates thereof or the specified redemption date or dates pursuant to such irrevocable instructions, as appropriate, and (ii) which escrow is sufficient, as verified by a nationally recognized independent certified public accountant, to pay principal of and interest and redemption premium, if any, on the obligations described in this clause (B) on the maturity date or dates specified in the irrevocable instructions referred to above, as appropriate; (h) municipal obligations rated "Aaa/AAA" or general obligations of states with a rating of at least "AA-" or higher by S&P; (i) investment agreements supported by appropriate opinions of counsel; and (j) other forms of investments (including repurchase agreements) approved in writing by the Bond Insurer.

"Opinion of Bond Counsel" means an Opinion of Counsel by a nationally recognized firm experienced in matters relating to obligations of states and their instrumentalities and political subdivisions and which is acceptable to the Bond Bank and the Trustee.

"Opinion of Counsel" means a written opinion of Counsel addressed to the Trustee, for the benefit of the owners of the Bonds, who may (except as otherwise expressly provided in the Indenture) be Counsel to the Bond Bank or Counsel to the owners of the Bonds and who is acceptable to the Trustee.

"Outstanding" or "Bonds Outstanding" means all Bonds which have been authenticated and delivered by the Trustee under the Indenture, including Bonds held by the Bond Bank, except:

(i) Bonds canceled after purchase in the open market or because of payment at or redemption prior to maturity;

(ii) Bonds deemed paid under the Indenture; and

(iii) Bonds in lieu of which other Bonds have been authenticated under the Indenture.

"Principal Payment Date" means the maturity date or the mandatory sinking fund redemption date of any Bond.

"Program" means the program for purchasing Qualified Obligations by the Bond Bank pursuant to the Act.

"Program Expenses" means all of the fees and expenses of the Trustee, to the extent properly allocable to the Program.

"Purchase Agreement" means a Qualified Entity Purchase Agreement between the Bond Bank and a Qualified Entity, pursuant to which one or more Qualified Obligations are sold to the Bond Bank.

"Qualified Entity" means an entity defined in Indiana Code 5-1.5-1-8, as amended from time to time, which is a school corporation.

"Qualified Obligation" means a Security (as that term is defined in the Act), which has been acquired by the Bond Bank pursuant to the Indenture and is a general obligation of a Qualified Entity.

"Qualified Obligation Interest Payment" means that portion of a Qualified Obligation Payment which represents the interest due or to become due on a Qualified Obligation held by the Trustee pursuant to the Indenture.

"Qualified Obligation Payment" means the amounts paid or required to be paid, from time to time, for the principal of and interest on a Qualified Obligation held by the Trustee pursuant to the Indenture.

"Qualified Obligation Principal Payment" means that portion of a Qualified Obligation Payment which represents the principal due or to become due on a Qualified Obligation held by the Trustee pursuant to the Indenture.

"Record Date" means, with respect to any Interest Payment Date, the last day of the month next preceding such Interest Payment Date.

"Redemption Account" means the account by that name created under the Indenture.

"Redemption Price" means, with respect to any Bond, the principal amount thereof, plus the applicable premium, if any, payable upon redemption prior to maturity.

"Refunding Bonds" means Bonds issued pursuant to the Indenture and any Supplemental Indenture.

"Revenues" means the Funds and Accounts and all income, revenues and profits of the Funds and Accounts referred to in the granting clauses of the Indenture including, without limitation, all Qualified Obligation Payments.

"S&P" means Standard & Poor's Ratings Services, a Division of The McGraw-Hill Companies, or any successor thereto.

"Series of Bonds" or "Bonds of a Series" or "Series" or words of similar meaning means any Series of Bonds authorized by the Indenture or by a Supplemental Indenture.

"State" means the State of Indiana.

"Supplemental Indenture" means an indenture supplemental to or amendatory of the Indenture, executed by the Bond Bank and the Trustee in accordance with the Indenture.

"Trustee" means The Bank of New York Trust Company, NA, Indianapolis, Indiana.

"Trust Estate" means the property, rights, and amounts pledged and assigned to the Trustee pursuant to the granting clause of the Indenture.

APPENDIX C

FORM OF BOND COUNSEL OPINION

Upon delivery of the Bonds, Ice Miller, bond counsel,
proposes to deliver an opinion in substantially the following form:

June __, 2004

City Securities Corporation,
as representative of the purchasers
Indianapolis, IN

Indiana Bond Bank
Indianapolis, Indiana

Re: Indiana Bond Bank Taxable School Severance Funding Bonds Series 6 A ("Bonds"); Total Issue: $162,995,000

Ladies and Gentlemen:

We have acted as bond counsel in connection with the issuance by the Bond Bank ("Issuer") of its Bonds, dated June __, 2004, in the aggregate principal amount of $162,995,000 pursuant to a Trust Indenture, dated as of June 15, 2004 ("Indenture"), between the Issuer and The Bank of New York Trust Company, NA, Indianapolis, Indiana, as Trustee, Registrar and Paying Agent. We have examined the law and the certified transcript of proceedings of the Issuer had relative to the authorization, issuance and sale of the Bonds and such other papers as we deem necessary to render this opinion. We have relied upon the certified transcript of proceedings and other certificates of public officials and we have not undertaken to verify any facts by independent investigation.

Based upon our examination, we are of the opinion, as of the date hereof, as follows:

1. The Bonds are valid and binding limited obligations of the Issuer enforceable in accordance with their respective terms and are payable from and secured only by the Trust Estate (as defined in the Indenture).

2. The Indenture is a valid and binding agreement of the Bond Bank, enforceable in accordance with its terms. The Indenture creates the valid pledge which it purports to create of the Trust Estate, subject to application to the purposes and on the conditions permitted by the Indenture.

3. Under statutes, decisions, regulations and rulings existing on this date, interest on the Bonds is exempt from income taxation in the State of Indiana ("State"). This opinion relates only to the exemption of interest on the Bonds from State income taxes.

It is to be understood that the rights of the owners of the Bonds and the enforceability thereof and of the Indenture may be subject to (i) the valid exercise of the constitutional powers of the Issuer, the State and the United States of America and (ii) bankruptcy, insolvency, reorganization, moratorium and other similar laws affecting creditors' rights heretofore or hereafter enacted and that their enforcement may be subject to the exercise of judicial discretion in accordance with general principles of equity.

Very truly yours,

APPENDIX D

SPECIMEN BOND INSURANCE POLICY

FINANCIAL GUARANTY INSURANCE POLICY

MBIA Insurance Corporation
Armonk, New York 10504

Policy No. [NUMBER]

MBIA Insurance Corporation (the "Insurer"), in consideration of the payment of the premium and subject to the terms of this policy, hereby unconditionally and irrevocably guarantees to any owner, as hereinafter defined, of the following described obligations, the full and complete payment required to be made by or on behalf of the Issuer to [PAYING AGENT/TRUSTEE] or its successor (the "Paying Agent") of an amount equal to (i) the principal of (either at the stated maturity or by any advancement of maturity pursuant to a mandatory sinking fund payment) and interest on, the Obligations (as that term is defined below) as such payments shall become due but shall not be so paid (except that in the event of any acceleration of the due date of such principal by reason of mandatory or optional redemption or acceleration resulting from default or otherwise, other than any advancement of maturity pursuant to a mandatory sinking fund payment, the payments guaranteed hereby shall be made in such amounts and at such times as such payments of principal would have been due had there not been any such acceleration); and (ii) the reimbursement of any such payment which is subsequently recovered from any owner pursuant to a final judgment by a court of competent jurisdiction that such payment constitutes an avoidable preference to such owner within the meaning of any applicable bankruptcy law. The amounts referred to in clauses (i) and (ii) of the preceding sentence shall be referred to herein collectively as the "Insured Amounts." "Obligations" shall mean:

[PAR]
[LEGAL NAME OF ISSUE]

Upon receipt of telephonic or telegraphic notice, such notice subsequently confirmed in writing by registered or certified mail, or upon receipt of written notice by registered or certified mail, by the Insurer from the Paying Agent or any owner of an Obligation the payment of an Insured Amount for which is then due, that such required payment has not been made, the Insurer on the due date of such payment or within one business day after receipt of notice of such nonpayment, whichever is later, will make a deposit of funds, in an account with U.S. Bank Trust National Association, in New York, New York, or its successor, sufficient for the payment of any such Insured Amounts which are then due. Upon presentment and surrender of such Obligations or presentment of such other proof of ownership of the Obligations, together with any appropriate instruments of assignment to evidence the assignment of the Insured Amounts due on the Obligations as are paid by the Insurer, and appropriate instruments to effect the appointment of the Insurer as agent for such owners of the Obligations in any legal proceeding related to payment of Insured Amounts on the Obligations, such instruments being in a form satisfactory to U.S. Bank Trust National Association, U.S. Bank Trust National Association shall disburse to such owners, or the Paying Agent payment of the Insured Amounts due on such Obligations, less any amount held by the Paying Agent for the payment of such Insured Amounts and legally available therefor. This policy does not insure against loss of any prepayment premium which may at any time be payable with respect to any Obligation.

As used herein, the term "owner" shall mean the registered owner of any Obligation as indicated in the books maintained by the Paying Agent, the Issuer, or any designee of the Issuer for such purpose. The term owner shall not include the Issuer or any party whose agreement with the Issuer constitutes the underlying security for the Obligations.

Any service of process on the Insurer may be made to the Insurer at its offices located at 113 King Street, Armonk, New York 10504 and such service of process shall be valid and binding.

This policy is non-cancellable for any reason. The premium on this policy is not refundable for any reason including the payment prior to maturity of the Obligations.

IN WITNESS WHEREOF, the Insurer has caused this policy to be executed in facsimile on its behalf by its duly authorized officers, this [DAY] day of [MONTH, YEAR].

MBIA Insurance Corporation

SPECIMEN

____
President

Attest: _______________________________
Assistant Secretary

STD-R-6
4/95

APPENDIX E

SUMMARY OF CERTAIN LEGAL DOCUMENTS

APPENDIX E-1

SUMMARY OF CERTAIN PROVISIONS OF THE INDENTURE

APPENDIX E-1

SUMMARY OF CERTAIN PROVISIONS OF THE INDENTURE

The following is a summary of certain additional provisions of the Indenture not otherwise discussed in this Official Statement. This summary is qualified in its entirety by reference to the Indenture. Capitalized terms in this summary not defined in this Official Statement shall have the meanings set forth in the Indenture.

Revenues, Funds And Accounts

A. Creation of Funds and Accounts.

The Indenture establishes the following Funds and Accounts to be held by the Trustee:

1. General Fund-comprised of the following:

   (a) General Account

   (b) Redemption Account

   (c) Bond Issuance Expense Account

B. Deposit of Net Proceeds of Bonds, Revenues and Other Receipts.

The Trustee will deposit the proceeds (net of Underwriters' discount) from the sale of the Bonds, as follows:

(a) Into the Bond Issuance Expense Account an amount sufficient to pay the Costs of Issuance (other than Underwriters' discount and the premium for bond insurance paid by the Underwriters directly to the Bond Insurer); and

(b) Into the General Account, the remainder of the net proceeds, a portion of which will be used in purchasing Qualified Obligations.

The Trustee will deposit all Revenues and all other receipts (except the proceeds of the Bonds and moneys received upon the sale or optional redemption prior to maturity of Qualified Obligations) into the General Account.

The Trustee will deposit the proceeds of any Refunding Bonds in the manner provided in the Supplemental Indenture authorizing the issuance thereof.

Operation of Funds and Accounts

C. General Fund.

1. General Account. The Trustee will make the following payments from the General Account on the specified dates, and, in the event of insufficient funds to make all of such required payments, with the following order of priority:

(a) On the date of initial delivery of the Bonds, to purchase the Qualified Obligations upon the submission of requisitions of the Bond Bank signed by an Authorized Officer stating that all requirements with respect to such financing set forth in the Indenture have been or will be complied with;

(b) On or before 10:00 A.M. in the city in which the Trustee is located on the business day next preceding each Interest Payment Date, such amount as will be necessary to pay the principal and interest coming due on the Bonds on such Interest Payment Date;

(c) After making such deposits and disbursements, the Trustee will retain such remaining amounts in the General Account to be used from time to time for the purposes set forth in paragraph (b) above. Upon final maturity of the Bonds, any money remaining in the General Account which is not needed to pay any of the costs set forth in paragraph (b) above in connection with the final maturity of the Bonds will be transferred within thirty (30) days after such final maturity to the Qualified Entities. However, the Bond Bank must supply the Trustee with a Cash Flow Certificate to the effect that, after such transfer, Revenues expected to be received and money expected to be held in the Funds and Accounts will at least equal debt service on all Outstanding Bonds.

2. Redemption Account. The Trustee will deposit in the Redemption Account all money received from the sale or optional mandatory redemption prior to maturity of Qualified Obligations and all other money required to be deposited therein pursuant to the provisions of the Indenture, and will invest such funds pursuant to the Indenture, and will disburse the funds in the Redemption Account as follows:

(a) On the fifteenth day of each month, to the General Account an amount equal to the principal which would have been payable during the following month if such Qualified Obligations had not been sold or redeemed.

(b) On the second business day prior to each Interest Payment Date, if moneys in the General Account are not sufficient to make the payments of principal and interest required to be made on such date, to the General Account such amounts as are not already committed to the redemption of Bonds for which notice of redemption has already been given.

(c) After provision has been made for the required transfers to the General Account, (i) to redeem Bonds of such maturity or maturities as directed by an Authorized Officer of the Bond Bank, if such Bonds are then subject to redemption, or (ii) to purchase Bonds of such maturity or maturities as directed by an Authorized Officer of the Bond Bank at the most advantageous price obtainable with reasonable diligence, whether or not such Bonds are then subject to redemption and not in excess of the applicable redemption price for such Bonds. The Trustee will pay the interest accrued on the Bonds so purchased to the date of delivery from the General Account and the balance of the purchase price from the Redemption Account, but no such purchase will be made by the Trustee within the period of forty-five (45) days next preceding an interest payment date or a date on which such Bonds are subject to redemption under the provisions of the Indenture.

In the event the Trustee is unable to purchase Bonds in accordance with subparagraph (c), then, subject to restrictions on redemption set forth in the Indenture (see "The Bonds - Optional Redemption"), the Trustee will call for redemption on the next ensuing redemption date such amount of the Bonds of such maturity or maturities as directed by an Authorized Officer as, at the Redemption Price thereof, will exhaust the Redemption Account as nearly as may be possible. Such redemption will be made pursuant to the Indenture. The Trustee will pay the interest accrued on the Bonds so redeemed to the date of redemption from the General Account and will pay the Redemption Price from the Redemption Account.

3. Bond Issuance Expense Account. The Trustee will deposit in the Bond Issuance Expense Account the money required to be deposited by the Indenture, will invest such funds pursuant to the Indenture and will disburse the funds held in the Bond Issuance Expense Account upon receipt of acceptable invoices or requisitions, to pay the Costs of Issuance of the Bonds or to reimburse the Bond Bank for amounts previously advanced for such costs. The Trustee will transfer any funds remaining in the Bond Issuance Expense Account to the General Account on September 1, 2004.

D. Amounts Remaining in Funds.

Any amounts remaining in any Fund or Account after full payment of all of the Bonds outstanding under the Indenture and the fees, charges and expenses of the Trustee will be distributed to the Bond Bank, unless otherwise provided for in the Indenture.

E. Investment of Funds.

Any money held as a part of any Fund or Account under the Indenture will be invested and reinvested at all times as continuously as reasonably possible by the Trustee in such Investment Securities as may be directed by the Bond Bank; provided, however, in the absence of such direction, the Trustee will select Investment Securities at its discretion. All such investments will be a part of the Fund or Account from which moneys were used to acquire such investments, and all income and profits on such investments will be deposited in the General Account. The Trustee will not be liable for any investment losses. Moneys in any Funds or Accounts will be invested in Investment Securities with maturity dates (or redemption dates determinable at the option of the owner of the Investment Security) coinciding as nearly as practicable with the times at which moneys in such Funds or Accounts will be required for transfer or disbursement under the Indenture. The Trustee will sell and reduce to cash sufficient amounts of such Investment Securities in a respective Fund or Account as may be necessary to make up a deficiency in any amounts required to be distributed from such Fund or Account. Investment Securities will be valued at their amortized cost. Repurchase Agreements shall be valued at the market value of the collateral. The Trustee shall value the Investment Securities as frequently as deemed necessary by the Bond Insurer, but not less often than quarterly.

Bond Bank Covenants

The Bond Bank covenants and agrees that it will faithfully perform at all times any and all covenants, undertakings, stipulations and provisions contained in the Indenture, in any and every Bond executed, authenticated and delivered under the Indenture and in all of its related proceedings. The Bond Bank covenants and agrees: that it is duly authorized under the constitution and laws of the State, including particularly the Act, to issue the Bonds, to execute the Indenture and to pledge the Revenues and all other property pledged under the Indenture in the manner and to the extent set forth in the Indenture; that all action on its part for the issuance of the Bonds and the execution and delivery of the Indenture has been duly and effectively taken; and that the Bonds in the hands of their owners are and will be valid and enforceable limited obligations of the Bond Bank according to the terms of the Bonds and the Indenture.

The Bond Bank covenants and agrees that the Trustee may defend its rights to the payment of the Revenues for the benefit of the owners of the Bonds against the claims and demands of all persons whomsoever. The Bond Bank covenants and agrees that it will do, execute, acknowledge and deliver, or cause to be done, executed, acknowledged and delivered, such supplemental indentures and such further acts, instruments and transfers as the Trustee may reasonably require for the better assuring, transferring, pledging, assigning and confirming unto the Trustee all and singular the rights assigned by the Indenture and the amounts and other property pledged under the Indenture to the payment of the principal of and interest on the Bonds.

In order to provide for the payment of the principal of, premium, if any, and interest on the Bonds and Program Expenses, the Bond Bank will from time to time, with all practical dispatch and in a sound and economical manner consistent in all respects with the Act, the provisions of the Indenture and sound banking practices and principles, (i) do all such acts and things as are necessary to receive and collect the Revenues (including enforcement of the prompt collection of all arrears on Qualified Obligations), and (ii) diligently enforce, and take all steps, actions and proceedings reasonably necessary in the judgment of the Bond Bank to protect its rights with respect to or to maintain any insurance on Qualified Obligations and to enforce all terms, covenants and conditions of Qualified Obligations including the collection, custody and prompt application of all escrow payments required by the terms of a Qualified Obligation for the purposes for which they were made. Whenever necessary in order to provide for the payment of the Bonds, the Bond Bank will commence appropriate remedies with respect to any Qualified Obligation which is in default.

With respect to the Qualified Obligations purchased by the Bond Bank, the Bond Bank covenants as follows:

(a) The Bond Bank will not permit or agree to any material change in the Qualified Obligations (other than one for which consent by the Bond Bank is not required) unless the Bond Bank supplies the Trustee and S&P with a Cash Flow Certificate, to the effect that, after such change, Revenues expected to be received in each Fiscal Year and other available money in Funds and Accounts, will at least equal the debt service on all Outstanding Bonds in each such Fiscal Year.

(b) Only to the extent that such action would not adversely affect the validity of the Qualified Obligations or other obligations of the Qualified Entity, the Bond Bank will pursue the remedy set forth in the Act, including particularly Indiana Code 5-1.5-8-5, for the collection of deficiencies in Qualified Obligation Payments on any Qualified Obligation by collection of such deficiencies out of certain State funds payable but not yet paid to a defaulting Qualified Entity.

(c) The Bond Bank will also enforce or authorize the enforcement of all remedies available to owners or holders of Qualified Obligations, unless the Bond Bank provides the Trustee with a Cash Flow Certificate to the effect that if such remedies are not enforced, Revenues expected to be received in each Fiscal Year, together with moneys expected to be held in the Funds and Accounts, will at least equal the debt service due on all Outstanding Bonds in each such Fiscal Year; provided, however, that decisions as to the enforcement of remedies will be within the sole discretion of the Trustee.

(d) The Bond Bank will not sell or dispose of any Qualified Obligations unless the Bond Bank provides the Trustee with a Cash Flow Certificate, to the effect that after such sale, Revenues expected to be received in each Fiscal Year, together with moneys expected to be held in the Funds and Accounts, minus any proceeds of such sale to be transferred from any Fund or Account, will at least equal the debt service due on all Outstanding Bonds in each such Fiscal Year. Proceeds of such sales will be invested only in Government Obligations or in Qualified Obligations or disbursed as provided in the Indenture.

Cash Flow Certificates and Verifications

At any time that the provisions of the Indenture require that a Cash Flow Certificate be prepared, such certificate will set forth:

(e) the Revenues expected to be received on all Qualified Obligations purchased with proceeds of the Bonds or with Revenues expected to be available for the purpose of financing additional Qualified Obligations;

(f) all other Revenues, including the interest to be earned and other income to be derived from the investment of the Funds and Accounts and the rate or yields used in estimating such amounts;

(g) all money expected to be in the Funds and Accounts;

(h) the debt service due on all Bonds expected to be Outstanding during each Fiscal Year; and

(i) the amount, if any, of Program Expenses expected to be paid from the Revenues.

In making any Cash Flow Certificate, the accountant or firm of accountants may contemplate the payment or redemption of Bonds for the payment or redemption of which amounts have been set aside in the Redemption Account. The issuance of Bonds, the making of transfers from one Fund to another and the deposit of amounts in any Fund from any other source may be contemplated in a Cash Flow Certificate only to the extent that such issuance, deposit or transfer has occurred prior to or will occur substantially simultaneously with the delivery of such Cash Flow Certificate. The accountant or firm of accountants must also supply supporting schedules appropriate to show the sources and applications of funds used, identifying particularly amounts to be transferred between Funds, amounts to be applied to the redemption or payment of Bonds and amounts to be used to provide for Costs of Issuance and capitalized interest, if any, for the respective Series. In the case of each annual Cash Flow Certificate, the amounts of existing Qualified Obligations, existing Investment Securities and existing cash will be the amounts as of the last day of the preceding Fiscal Year. In the case of any other Cash Flow Certificate such amounts will be the amounts as of the last day of the month preceding the month in which the Cash Flow Certificate is delivered but will be adjusted to give effect to scheduled payments of principal of and interest on Qualified Obligations, actual payments or proceeds with respect to Investment Securities and actual expenditures of cash expected by the Bond Bank through the end of the then current month.

The Bond Bank and/or the Trustee from time to time may cause a firm of independent certified public accountants of national standing or other nationally recognized experts to supply the Bond Bank and the Trustee with such information as the Bond Bank or the Trustee may request in order to determine in a manner reasonably satisfactory to the Bond Bank and the Trustee all matters relating to the sufficiency of projected cash flow receipts and disbursements with respect to the Funds and Accounts to pay the principal of and interest on the Bonds and Program Expenses.

Accounts and Reports

The Bond Bank will keep proper books of record and accounts in which complete and correct entries will be made of its transactions relating to the Program and the Funds and Accounts established by the Indenture. Such books and all other books and papers of the Bond Bank and all Funds and Accounts will, at all reasonable times, be subject to the inspection of the Trustee and the owners of an aggregate of not less than 5% in principal amount of Bonds then Outstanding or their representatives duly authorized in writing.

Before the twentieth day of each month, the Trustee will provide the Bond Bank with a statement of the amounts on deposit in each Fund and Account as of the first day of that month and the total deposits to and withdrawals from each Fund and Account during the preceding month. The Bond Bank may provide for less frequent statements so long as such statements are supplied no less frequently than quarterly.

Covenant to Monitor Investments

The Bond Bank covenants and agrees to regularly review the investments held by the Trustee in the Funds and Accounts under the Indenture in order to assure that the Revenues derived from such investments are sufficient to provide, together with other anticipated Revenues, for the payment of the debt service on Outstanding Bonds.

Limitation on Additional Bonds

The only additional Bonds that may be issued under the Indenture are Refunding Bonds issued solely to refund all or any part of the outstanding Bonds.

The Indenture creates a continuing pledge and lien to secure the full and final payment of the principal of, redemption premium, if any, and interest on all Bonds and authorizes the issuance of one or more Series of Bonds under separate Supplemental Indentures. The Indenture establishes the requirements for each Supplemental Indenture and provides that no Series of Bonds will be issued under a Supplemental Indenture unless certain conditions are met, including the receipt by the Trustee of a Cash Flow Certificate to the effect that, immediately after the issuance of such Bonds, Revenues in each Fiscal Year, together with moneys expected to be held in the Funds and Accounts, will at least equal the debt service on all Bonds in each such Fiscal Year, including such Bonds. Such certificate will not be required in the case of Refunding Bonds if the debt service in each Fiscal Year on all Bonds after the issuance of such Refunding Bonds will be equal to or less than such debt service for each Fiscal Year on all Bonds Outstanding before the issuance of the Refunding Bonds.

Discharge of Indenture

If payment or provision for payment is made to the Trustee of the principal of, and interest on, the Bonds due and to become due under the Indenture, and if the Trustee receives all payments due and to become due under the Indenture, then the Indenture may be discharged in accordance with its provisions. In the event of any early redemption of Bonds in accordance with their terms, the Trustee must receive irrevocable instructions from the Bond Bank, satisfactory to the Trustee, to call such Bonds for redemption at a specified date and pursuant to the Indenture. Outstanding Bonds will be payable only out of the money or securities held by the Trustee for the payment of the principal of, redemption premium, if any, and interest on the Bonds.

Any Bond or Series of Bonds or portion thereof will be deemed to be paid when (a) payment of the principal of that Bond or Series of Bonds, plus interest to its due date, either (i) has been made in accordance with its terms or (ii) has been provided for by irrevocably depositing with the Trustee, in trust and exclusively for such payment, (A) moneys (insured at all times by the Federal Deposit Insurance Corporation or otherwise collateralized by Governmental Obligations) sufficient to make such payment, (B) Governmental Obligations maturing as to principal and interest in such amounts and at such times, without consideration of any reinvestments thereof, as will insure the availability of sufficient money to make such payments, or (C) a combination of such money and Governmental Obligations, and (b) all necessary and proper fees and expenses of the Trustee pertaining to the Bonds.

Defaults and Remedies

F. Events of Default.

Any of the following events constitutes an "Event of Default" under the Indenture:

(a) Default in the due and punctual payment of any interest on any Bond;

(b) Default in the due and punctual payment of the principal of any Bond, whether at stated maturity or on any date fixed for redemption;

(c) Failure of the Bond Bank to remit any moneys required by the Indenture to the Trustee within the time limits prescribed in the Indenture;

(d) Default in the performance or observance of any other covenants, agreements or conditions on the part of the Bond Bank contained in the Indenture or in the Bonds and failure to remedy the same within 60 days after receipt of notice, all in accordance with the Indenture;

(e) Any warranty, representation or other statement by or on behalf of the Bond Bank contained in the Indenture or in any instrument furnished in compliance with or in reference to the Indenture is found to be false or misleading in any material respect when made and there has been a failure to remedy the same within 60 days after receipt of notice, all in accordance with the Indenture;

(f) A petition is filed against the Bond Bank under any bankruptcy, reorganization, arrangement, insolvency, readjustment of debt, dissolution or liquidation law of any jurisdiction, whether now or hereafter in effect, and is not dismissed within 60 days after such filing;

(g) The Bond Bank files a voluntary petition in bankruptcy or seeking relief under any provisions of any bankruptcy, reorganization, arrangement, insolvency, readjustment of debt, dissolution or liquidation law of any jurisdiction, whether now or hereafter in effect, or consents to the filing of any petition against it under such law;

(h) The Bond Bank is generally not paying its debts as such become due, or becomes insolvent or bankrupt or makes an assignment for the benefit of creditors, or liquidator or trustee of the Bond Bank or any of its property is appointed by court order or takes possession and such order remains in effect or such possession continues for more than 60 days;

(i) The Bond Bank is rendered incapable of fulfilling its obligations under the Indenture for any reason.

G. Trustee's Rights and Remedies.

No default described under subparagraphs (d) or (e) above will constitute an Event of Default until actual notice of the default by registered or certified mail has been given to the Bond Bank by the Trustee or by the Owners of not less than 25% in aggregate principal amount of all Bonds then Outstanding and the Bond Bank has had 60 days after receipt of the notice to correct such default within the applicable period. If such default is correctable but cannot be corrected within the applicable period, it will not constitute an Event of Default if corrective action is instituted by the Bond Bank within the applicable period and diligently pursued until the default is corrected.

Upon the occurrence of an Event of Default, the Trustee will notify the Bond Insurer and the owners of all Bonds then Outstanding of such Event of Default by registered or certified mail, and upon receiving the express written consent of the Bond Insurer with respect to exercising any such remedies in connection with the Bonds if the Bond Insurance Policy is in full force and effect at such time, will have the following rights and remedies:

(a) The Trustee may pursue any available remedy at law or in equity or by statute to enforce the payment of the principal of and interest on Outstanding Bonds, including enforcement of any rights of the Bond Bank or the Trustee under the Qualified Obligations;

(b) The Trustee may by action or suit in equity require the Bond Bank to account as if it were the trustee of an express trust for the owners of the Bonds and may take such action with respect to the Qualified Obligations as the Trustee deems necessary or appropriate and in the best interest of the Owners of Bonds, subject to the terms of those Qualified Obligations;

(c) Upon the filing of a suit or other commencement of judicial proceedings to enforce any rights of the Trustee and of the Owners of Bonds under the Indenture, the Trustee will be entitled, as a matter of right, to the appointment of a receiver or receivers of the Trust Estate and of the Revenues, issues, earnings, income, products and profits thereof, pending such proceedings, with such powers as the court making such appointment will confer; provided, however, for so long as the Bond Insurance Policy is in full force and effect, any reorganization or liquidation plan with respect to the Bond Bank must be acceptable to the Bond Insurer, and in the event of any reorganization or liquidation, the Bond Insurer will have the right to vote on behalf of the holders of the Bonds; and

(d) The Trustee may declare the principal of and accrued interest on all Bonds to be due and payable immediately in accordance with the provisions of the Indenture and the Act, by notice to the Bond Bank and the Attorney General of the State; provided, however, for so long as the Bond Insurance Policy is in full force and effect, the Trustee may, with the consent of the Bond Insurer, and will, at the direction of the Bond Insurer or 25% of the holders of the Bonds with the consent of the Bond Insurer, by written notice to the Bond Bank, the Attorney General of the State and the Bond Insurer, declare the principal of the Bonds to be immediately due and payable, whereupon that portion of the principal of the Bonds thereby coming due and the interest thereon accrued to the date of payment will, without further action, become and be immediately due and payable, anything in the Indenture or the Bonds to the contrary notwithstanding.

If an Event of Default has occurred, if requested to do so in writing by the holders of 25% or more in aggregate principal amount of Outstanding Bonds and if indemnified as provided in the Indenture, the Trustee will be obligated to exercise such of the rights, remedies and powers conferred by the Indenture, as the Trustee, being advised by counsel, deems most expedient in the interests of the holders of the Bonds.

The Owners of a majority in aggregate principal amount of Bonds then Outstanding will have the right, at any time during the continuance of an Event of Default, by a written instrument or instruments executed and delivered to the Trustee, to direct the time, method and place of conducting all proceedings to be taken in connection with the enforcement of the terms and conditions of the Indenture or for the appointment of a receiver or any other proceedings under the Indenture.

Anything in the Indenture to the contrary notwithstanding, upon the occurrence and continuance of an Event of Default and for so long as the Bond Insurance Policy remains in full force and effect, the Bond Insurer will be entitled to control and direct the enforcement of all rights and remedies granted to the holders of the Bonds or the Trustee for the benefit of the holders of the Bonds under the Indenture, including, without limitation: (i) the right to accelerate the principal of the Bonds as described in the Indenture; and (ii) the right to annul any declaration of acceleration. The Bond Insurer will also be entitled to approve all waivers of Events of Default.

H. Waivers of Events of Default.

At its discretion, the Trustee may waive any Event of Default and its consequences, and must do so upon the written request of the owners of (i) more than 66 2/3% in aggregate principal amount of all the Bonds then Outstanding in respect of which an Event of Default in the payment of principal or interest exists or (ii) more than 50% in aggregate principal amount of all Bonds then Outstanding in the case of any other Event of Default. However, there may not be waived (A) any Event of Default in the payment of the principal of any Outstanding Bond at the specified date of maturity or (B) any Event of Default in the payment when due of the interest on any Outstanding Bond unless, prior to the waiver, all arrears of interest or principal due, as the case may be, with interest on overdue principal at the rate borne by such Bond, and all expenses of the Trustee in connection with the Event of Default have been paid or provided for. In case of any such waiver, or in case any proceeding taken by the Trustee on account of any such Event of Default has been discontinued or abandoned or determined adversely, then the Bond Bank, the Trustee and the owners of Bonds will be restored to their former respective positions and rights under the Indenture. No waiver will extend to any subsequent or other Event of Default or impair any rights consequent thereon. Notwithstanding the foregoing, for so long as the Bond Insurance Policy remains in full force and effect, the Bond Insurer will control all proceedings and the exercise of all rights or remedies with respect to the Bonds.

I. Rights and Remedies of Owners of Bonds.

No owner of any Bond will have any right to institute any proceeding at law or in equity for the enforcement of the Indenture or for the execution of any trust thereof or for the appointment of a receiver or any other remedy under the Indenture, unless (i) an Event of Default has occurred, (ii) the owners of not less than 25% in aggregate principal amount of Bonds then Outstanding have made written request to the Trustee and have offered the Trustee reasonable opportunity either to proceed to exercise the remedies granted in the Indenture or to institute such action, suit or proceeding in its own name, (iii) such owners of Bonds have offered to indemnify the Trustee, as provided in the Indenture, and (iv) the Trustee has refused, or for 60 days after receipt of such request and offer of indemnification has failed, to exercise the remedies granted in the Indenture or to institute such action, suit or proceeding in its own name. All proceedings at law or in equity must be carried out as provided in the Indenture and for the equal and ratable benefit of the owners of all Outstanding Bonds. However, nothing contained in the Indenture will affect or impair the right of any owner of Bonds to enforce the payment of the principal of and interest on any Bond at and after its maturity, or the limited obligation of the Bond Bank to pay the principal of and interest on each of the Bonds to the respective owners of the Bonds at the time and place, from the source and in the manner expressed in the Bonds. Notwithstanding the foregoing, for so long as the Bond Insurance Policy remains in full force and effect, the Bond Insurer will control all proceedings and the exercise of all rights or remedies with respect to the Bonds.

Nonpresentment of Bonds

If any Bond issued under the Indenture is not presented for payment when the principal becomes due, either at maturity, or at the date fixed for redemption, or as set forth in any Supplemental Indenture regarding deemed tenders or redemptions or otherwise, and if funds sufficient to pay such Bond have been made available to the Trustee for the benefit of the owner thereof, all liability of the Bond Bank to the owner thereof for the payment of such Bond will forthwith cease, terminate and be completely discharged, and thereupon it will be the duty of the Trustee to hold such funds uninvested for five (5) years, for the benefit of the owner of such Bond, without liability for interest thereon to such owner, who will thereafter be restricted exclusively to such funds, for any claim of whatever nature on its part under the Indenture or on, or with respect to, such Bond.

Any money so deposited with and held by the Trustee in trust for the payment of the principal of and interest on the Bonds and remaining unclaimed by any Bondholder for five (5) years after the due date of such principal or interest, will be applied by the Trustee in accordance with the Unclaimed Property Act, Indiana Code 32-34-1, as amended from time to time. Prior to the transfer of any such moneys to the Attorney General of the State in accordance with the Unclaimed Property Act, the Trustee will conduct searches in an effort to locate lost Bondholders using reasonable care to ascertain the correct addresses of all lost Bondholders in accordance with the rules governing registered transfer agents promulgated by the Securities and Exchange Commission pursuant to the Securities Act of 1934, as amended, but only if and so long as the Trustee is a registered transfer agent under those rules. Upon the transfer of such moneys to the Attorney General of the State in accordance with the Unclaimed Property Act, the Bond Bank and the Trustee will have no further responsibility or liability with respect to such moneys, and the Bondholders entitled to such principal or interest will look only to the State for payment, to the extent provided by law, and then only to the extent of the amounts so received by the State, without any interest thereon.

Other Obligations Payable from Revenues

The Bond Bank will grant no liens or encumbrances on or security interests in the Trust Estate (other than those created by the Indenture), and, except for the Bonds and any Refunding Bonds, will issue no bonds or other evidences of indebtedness payable from the Trust Estate.

Limitations on Obligations of Bond Bank

The Bonds, together with interest thereon, are limited obligations of the Bond Bank payable solely from the Revenues of the Bond Bank and will be a valid claim of the respective owners thereof only against the Funds and Accounts, established under the Indenture and the Qualified Obligations acquired by the Trustee, all of which are assigned and pledged for the equal and ratable payment of such Bonds and will be used for no other purpose than the payment of the Bonds, except as may be otherwise expressly authorized in the Indenture. The Bonds do not constitute a debt, or liability of the State, or of any political subdivision thereof, but will be payable solely from the Revenues and funds pledged therefor in accordance with the Indenture. The issuance of the Bonds under the provisions of the Act does not directly, indirectly or contingently, obligate the State or any political subdivision thereof to levy any form of taxation for the payment thereof or to make any appropriation for their payment and such Bonds and the interest payable thereon do not now and will never constitute a debt of the State or any political subdivision thereof within the meaning of the constitution of the State or the statutes of the State and such Bonds do not now and will never constitute a charge against the credit or taxing power of the State or any political subdivision thereof. Neither the State nor any agent, attorney, member or employee of the State or of the Bond Bank, will in any event be liable for the payment of the principal of, and premium, if any, or interest on the Bonds or damages, if any, for the nonperformance of any pledge, mortgage, obligation or agreement of any kind whatsoever which may be undertaken by the Bond Bank. No breach by the Bond Bank of any such pledge, mortgage, obligation or agreement may impose any liability, pecuniary or otherwise, upon the State or any of the State's or the Bond Bank's agents, members, attorneys and employees or any charge upon the general credit of the State, nor any political subdivision thereof.

Immunity of Officers and Directors

No recourse will be had for the payment of the Bonds or for any claim based thereon or upon any obligation, covenant or agreement in the Indenture contained against any past, present or future officer, member, director, agent or employee of the Bond Bank, or any officer, member, director, trustee, agent or employee of any successor entities thereto, as such, either directly or through the Bond Bank, or any successor entities, under any rule of law or equity, statute or constitution or by the enforcement of any assessment or penalty or otherwise, and all such liability of any such officers, members, directors, trustees, agents, or employees as such, is hereby expressly waived and released as a condition of and consideration for the execution of the Indenture and issuance of such Bonds.

Supplemental Indentures

The Bond Bank and the Trustee may, with the prior written consent of the Bond Insurer for so long as the Bond Insurance Policy remains in full force and effect, but, without the consent of, or notice to, any of the Bondholders, enter into any indenture or indentures supplemental to the Indenture for any one or more of the following purposes:

(a) To cure any ambiguity, formal defect or omission in the Indenture;

(b) To grant to or confer upon the Trustee for the benefit of the Bondholders any additional benefits, rights, remedies, powers or authorities that may lawfully be granted to or conferred upon the Bondholders or the Trustee, or to make any change which, in the judgment of the Trustee, does not materially and adversely affect the interest of the owners of Outstanding Bonds and does not require unanimous consent of the Bondholders pursuant to the Indenture;

(c) To subject to the Indenture additional Revenues, properties or collateral;

(d) To modify, amend or supplement the Indenture or any indenture supplemental thereto in order to permit qualification under the Trust Indenture Act of 1939 or any similar federal statute hereafter in effect or to permit the qualification of the Bonds for sale under the securities laws of the United States of America or of any of the states of the United States of America, and, if the Bond Bank and the Trustee so determine, to add to the Indenture or to any indenture supplemental thereto such other terms, conditions and provisions as may be permitted by the Trust Indenture Act of 1939 or similar federal statute;

(e) To evidence the appointment of a separate or co-trustee or the succession of a new Trustee under the Indenture or the succession of a new registrar and/or paying agent;

(f) In connection with the issuance of Refunding Bonds;

(g) To provide for the refunding of all or a portion of the Bonds issued under the Indenture; and

(h) To amend the Indenture to permit the Bond Bank to comply with any future federal tax law or any covenants contained in any Supplemental Indenture with respect to compliance with future federal tax law.

With the exception of Supplemental Indentures for the purposes described in the preceding paragraph and subject to the terms of the Indenture, the owners of not less than a majority in aggregate principal amount of the Bonds then Outstanding which are affected (other than Bonds held by the Bond Bank) have the right, from time to time, to consent to and approve the execution by the Bond Bank and the Trustee of any other indenture or indentures supplemental thereto as are deemed necessary and desirable by the Trustee for the purpose of modifying, altering, amending, adding to or rescinding, in any particular, any of the terms or provisions contained in the Indenture or in any Supplemental Indenture, but only with the express written consent of the Bond Insurer for so long as the Bond Insurance Policy remains in full force and effect. However, no Supplemental Indenture may `permit or be construed as permitting, without the consent of the owners of all then Outstanding Bonds and the Bond Insurer for so long as the Bond Insurance Policy remains in full force and effect, (i) an extension of the maturity dates of the principal of or the interest or redemption date on, any Bonds, or (ii) a reduction in the principal amount of any Bond or a change in the redemption premium or the rate of interest on any Bond, or (iii) a privilege or priority of any Bond or Bonds over any other Bond or Bonds, or (iv) a reduction in the aggregate principal amount of the Bonds required for consent to such Supplemental Indenture, or (v) the creation of any lien securing any Bonds, other than a lien ratably securing all of the Bonds at any time Outstanding, or (vi) any modification of the trusts, powers, rights, obligations, duties, remedies, immunities and privileges of the Trustee without the written consent of the Trustee.

Trustee

By executing the Indenture, the Trustee accepts the trusts and duties imposed upon it by the Indenture, and agrees to perform such trusts and duties with the same degree of care and skill in their exercise, as a prudent man would exercise or use under the circumstances in the conduct of his own affairs, but only upon and subject to the express terms and conditions of the Indenture.

The Trustee covenants and agrees to retain or cause its agent to retain possession of each Qualified Obligation and a copy of the transcript or documents related thereto and release them only in accordance with the provisions of the Indenture. The Bond Bank and the Trustee covenant and agree that all books and documents in their possession relating to the Qualified Obligations will at all times be open to inspection by such accountants or other agencies or persons as the Bond Bank or the Trustee may from time to time designate.

The Trustee and any successor Trustee may at any time resign from the trusts created by the Indenture by giving 30 days' written notice by registered or certified mail to the Bond Bank, the owner of each Bond as shown by the list of Bondholders required by the Indenture to be kept at the office of the Trustee, and, for so long as the Bond Insurance Policy remains in full force and effect, the Bond Insurer. Such resignation will take effect upon the appointment of a successor Trustee and acceptance of such appointment by the successor Trustee. Notwithstanding any other provision of the Indenture and for so long as the Bond Insurance Policy remains in full force and effect, no resignation or termination of the Trustee will take effect until a successor Trustee, acceptable to the Bond Insurer, is appointed.

The Trustee may be removed at any time with or without cause by instrument or concurrent instruments in writing delivered to the Trustee and to the Bond Bank and signed by the owners of a majority in aggregate principal amount of all Bonds then Outstanding or their attorneys-in-fact duly authorized, but only with the express written consent of the Bond Insurer for so long as the Bond Insurance Policy remains in full force and effect. Notice of the removal of the Trustee will be given as described in the paragraph above. So long as no Event of Default, or an event which with the passage of time would become an Event of Default, has occurred and is continuing, the Trustee may be removed at any time for cause by resolution of the Bond Bank filed with the Trustee. For so long as the Bond Insurance Policy remains in full force and effect, the Trustee may be removed at any time, at the request of the Bond Insurer, for any breach of the trust set forth in the Indenture. Notwithstanding any other provision of the Indenture and for so long as the Bond Insurance Policy remains in full force and effect, no removal or termination of the Trustee will take effect until a successor Trustee, acceptable to the Bond Insurer, is appointed.

In case the Trustee resigns or is removed, or is dissolved, or is in course of dissolution or liquidation, or otherwise becomes incapable of acting under the Indenture, or in case it is taken under the control of any public officer or officers, or of a receiver appointed by a court, a successor may be appointed by the owners of a majority in aggregate principal amount of all Bonds then Outstanding under the Indenture by an instrument or concurrent instruments in writing signed by such owners, or by their attorneys-in-fact duly authorized, a copy of which will be delivered personally or sent by registered mail to the Bond Bank. Nevertheless, in case of such vacancy, the Bond Bank by resolution may appoint a temporary Trustee to fill such vacancy. Within ninety days after such appointment, the Bondholders may appoint a successor Trustee, and any such temporary Trustee so appointed by the Bond Bank will become the successor Trustee if no appointment is made by the Bondholders within such period, but in the event an appointment is made by the Bondholders, such temporary Trustee will immediately and without further act be superseded by any Trustee so appointed by such Bondholders. Notice of the appointment of a temporary or successor Trustee will be given in the same manner provided above with respect to the resignation of a Trustee. Every such Trustee so appointed will be a trust company or bank having its principal place of business in the State, will be duly authorized to exercise trust powers, will be subject to examination by federal or state authority, will have a reported capital and surplus of not less than $75,000,000, and, for so long as the Bond Insurance Policy remains in full force and effect, will be acceptable to the Bond Insurer, if there is such an institution willing, qualified and able to accept the trust upon reasonable or customary terms.

APPENDIX E-2

FORM OF QUALIFIED ENTITY PURCHASE AGREEMENT

APPENDIX E-2

FORM OF QUALIFIED ENTITY PURCHASE AGREEMENT

THIS PURCHASE AGREEMENT, dated the _____ day of _______, 2004 ("Purchase Agreement"), between the Indiana Bond Bank, a public body corporate and politic ("Bond Bank"), created pursuant to the provisions of Indiana Code 5-1.5-1 et seq. ("Act"), having its principal place of business in the City of Indianapolis, Indiana, and the ______________________________, a municipal corporation organized and existing under the laws of the State of Indiana ("Qualified Entity"),

WITNESSETH:

WHEREAS, the Bond Bank has adopted a resolution authorizing, pursuant to a Trust Indenture dated as of June 15, 2004 between the Bond Bank and The Bank of New York Trust Company, NA, Indianapolis, Indiana, as trustee ("Indenture"), the issuance of its bonds designated "Indiana Bond Bank Taxable School Severance Funding Bonds Series 6 A" ("Bonds"); and

WHEREAS, pursuant to the Act, the Bond Bank is authorized to purchase securities (as defined in the Act, the "Securities") issued by qualified entities (as defined in the Act); and

WHEREAS, the Qualified Entity has adopted a bond resolution ("Resolution") duly authorizing the issuance of its bonds designated "Taxable General Obligation Pension Bonds of 2004" in the original aggregate principal amount of $__________ ("Qualified Obligations"), and the Qualified Obligations are Securities to be purchased by the Bond Bank from proceeds of the Bonds in accordance with this Purchase Agreement;

NOW, THEREFORE, THE BOND BANK AND THE QUALIFIED ENTITY AGREE:

The Bond Bank hereby agrees to purchase the Qualified Obligations and the Qualified Entity hereby agrees to sell to the Bond Bank the Qualified Obligations concurrently with the issuance by the Bond Bank of its Bonds at a price of $____________, which includes no accrued interest. The Qualified Obligations shall mature and bear interest and be subject to the terms as set forth on the attached Exhibit A. Except as hereinafter set forth in this Purchase Agreement, the other terms of the Qualified Obligations are set forth in the Resolution, a true and correct copy of which is incorporated herein by reference. The Treasurer of the Qualified Entity shall serve as registrar and paying agent for the Qualified Obligations.

The Qualified Entity has taken all proceedings required by law to enable it to issue its Qualified Obligations to be purchased by the Bond Bank.

Simultaneously with the delivery to the Bond Bank of the Qualified Obligations, which Qualified Obligations shall be substantially in the form set forth in the Resolution and registered in the name of the Bond Bank, the Qualified Entity shall furnish to the Bond Bank a transcript of proceedings and the opinion of __________________, bond counsel, as to, among other things, the validity of the Qualified Obligations.

The Qualified Entity and the Bond Bank agree that the Qualified Obligations and the payments to be made thereon may be pledged or assigned by the Bond Bank under and pursuant to the Indenture.

The Qualified Entity agrees to furnish to the Bond Bank as long as any of the Qualified Obligations remain outstanding annual financial reports, audit reports and such other financial information as is reasonably requested by the Bond Bank.

If the Bond Bank determines to sell all or part of the Qualified Obligations, it agrees to pay or reimburse the Qualified Entity for all costs associated therewith including the printing of bonds, obtaining ratings therefor and providing services of a registrar and paying agent therefor.

If the Bond Bank and its underwriters do not deliver the Bonds and receive payment therefor on or before _______, 2004, the Qualified Entity may rescind this Purchase Agreement by giving written notice of such rescission to the Executive Director of the Bond Bank. The Bond Bank is obligated to purchase the Qualified Obligations solely from the proceeds of the Bonds.

If the Qualified Entity fails to sell all the Qualified Obligations to the Bond Bank in accordance with paragraph 1 herein for any reason within the Qualified Entity's control, the Qualified Entity shall on demand and to the extent permitted by law, pay to the Bond Bank an amount equal to all costs, expenses (including attorneys' fees) and consequential damages occasioned by the failure of the Qualified Entity to sell its Qualified Obligations in accordance with paragraph 1 herein.

On or prior to the delivery date of the Bonds, an authorized officer of the Qualified Entity will deliver a certificate to the effect that the statements made in the Official Statement of the Bond Bank pertaining to the Qualified Entity and the Qualified Obligations, as of the date of the Official Statement, did not contain any untrue statement of a material fact omit to state any material fact necessary to make the statements therein, in the light of the circumstances under which they were made, not misleading, and that there has been no material adverse change in financial condition and affairs of the Qualified Entity during the period from the date of the Official Statement to the date of delivery of the Bonds, which was not disclosed in or contemplated by the Official Statement. The portion of the Official Statement summarizing the Qualified Entity and the Qualified Obligations is deemed final by the Qualified Entity for the purposes of Rule 15c2-12 of the Securities and Exchange Commission, as of this date.

This Purchase Agreement may be executed in one or more counterparts, any of which shall be regarded for all purposes as an original and all of which constitute but one and the same instrument. The Bond Bank and the Qualified Entity agree that they will execute any and all documents or other instruments, and take such other actions as may be necessary to give effect to the terms of this Purchase Agreement.

No waiver by either the Bond Bank or the Qualified Entity of any term or condition of this Purchase Agreement shall be deemed or construed as a waiver of any other terms or conditions, nor shall a waiver of any breach be deemed to constitute a waiver of any subsequent breach, whether of the same or of a different section, subsection, paragraph, clause, phrase or other provision of this Purchase Agreement.

If the Qualified Entity or any entity on behalf of the Qualified Entity adopts an ordinance or resolution to refund all or a portion of the Qualified Obligations, the Qualified Entity shall within five days of the adoption of the ordinance or resolution, provide notice to the Bond Bank of the refunding; provided, however, the Qualified Entity agrees not to issue any obligations or allow any obligations to be issued for or on behalf of the Qualified Entity, the proceeds of which will be used in whole or in part to refund all or any portion of the Qualified Obligations unless the Qualified Entity provides the Bond Bank with a cash flow certificate which shows that such refunding will not reduce the payments to be made to the Bond Bank with respect to the Qualified Obligations.

If any provision of this Purchase Agreement shall for any reason be held to be invalid or unenforceable, the invalidity or unenforceability of such provision shall not affect any of the remaining provisions of this Purchase Agreement and this Purchase Agreement shall be construed and be in force as if such invalid or unenforceable provision had not been contained herein.

This Purchase Agreement merges and supersedes all prior negotiations, representations, and agreements between the Bond Bank and the Qualified Entity relating to the subject matter hereof and constitutes the entire agreement between the Bond Bank and the Qualified Entity in respect hereof.

IN WITNESS WHEREOF, we have hereunto set our hands as of the day and year first above written.

INDIANA BOND BANK

By: ______________________________________
Dan Huge, Executive Director

[QUALIFIED ENTITY]

By: ______________________________________
President, School Board

ATTEST:

By: ________________________________
Secretary, School Board

EXHIBIT A

____
_____________________________, Indiana
Taxable General Obligation Pension Bonds of 2004

Principal Amount: $___________
Original Date: June ___, 2004
Call:
Interest Payable: _______ and _______, commencing _______, 2005
Maturity and Interest Rates: On the dates, in the amounts and at the interest rates as follows:

Year	**Amount**	**Interest Rate**

Mandatory Sinking Fund Redemption